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American Institute of Accountants

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The CPA

January 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

Institute Publishes Index Supplement

The eighth supplement to the *Accountants Index* is just off the press.

This 452-page volume contains more than 16,000 entries listing books, pamphlets, and magazine articles on accounting published in the English language in 1948 and 1949.

In 1921, the basic volume of the *Index* was published under the supervision of A. P. Richardson, then secretary of the Institute, and Miss Louise Miltimore, librarian. It listed accounting literature in English in print in 1912 or published after that date. Supplements have appeared at approximately four-year intervals through 1948.

The job of compiling, editing, and publishing the *Index* is performed at the Institute office under the direction of Miss Miriam W. Donnelly, librarian. Mrs. Ida R. Hunt, cataloger, and an assistant devote their full time to this project.

The new supplement was scheduled to appear in 1952, but because of the rapid expansion of the profession and the growth of accounting literature, the Institute's executive committee authorized its publication early in 1951, followed by annual supplements.

Shifting emphasis on subjects listed in successive supplements reflects changing times. In the 1921 volume, for example, 17 of the 1578 pages referred to taxation. In the 1951 supplement, 55 of the 452 pages are devoted to this subject. One of the new topics which has acquired a place in accounting literature is small business.

Price of the new supplement is \$7.

SEC Revises Regulation S-X

As a result of close cooperation between the American Institute and the Securities and Exchange Commission, important changes were made in the first comprehensive revision of Regulation S-X adopted by the SEC on Dec. 20.

The new regulation, governing the form and content of all financial statements filed with the SEC, is effective with respect to statements for any fiscal year ending on or after Dec. 31, 1950.

The most significant change occurs in the rule which, as originally drafted, read: "All items of profit and loss given recognition in the accounts during the period covered by the profit-and-loss or income statements shall be included."

After comments on this preliminary version had been received, the SEC staff prepared a second draft. As thus revised, the rule would have declared that all items of profit and loss given recognition in the accounts must be

included in the statement "except as otherwise permitted by the Commission."

Even with the addition of this liberalizing clause, however, members of the accounting profession continued to feel that the rule established matters of accounting principle. That view was expressed by a special Institute committee, appointed by the executive committee, at a hearing before the Commission in December. President Andrews is chairman of this committee. Members are the chairmen of the committees on accounting procedure, auditing procedure, relations with SEC, and the AIA research director.

The AIA spokesmen suggested that the rule be eliminated or at least modified to allow, where appropriate, the exclusion of extraordinary items from those making up the caption "Net income or loss."

Further recognition of this point of view has been granted in the final version adopted by the Commission. The last three items of the section pertaining to income statements now read:

"16. Net income or loss.

"17. Special items. State separately and describe each item of profit and loss given recognition in the accounts, included herein pursuant to Rule 5-03 (a), and not included in the determination of net income or loss (Item 16).

"18. Net income or loss and special items."

The last two captions are to be used whenever it is believed that the showing of a single unqualified figure for net income or loss might be misconstrued.

An article discussing these changes in the amended regulation will appear in the next issue of *The Journal of Accountancy*. Printed copies of the regulation can be obtained from the Superintendent of Documents, U.S. Government Printing Office, Washington.

Two Indexers at Work



Mrs. Ida Hunt, cataloger (left) and Miss Katherine Michaelson, assistant librarian, consult the card catalog in preparing a new volume of the *Accountants Index*.

Five Regulatory

State societies in New York, Massachusetts, Oregon, Oklahoma, and Connecticut have decided to sponsor regulatory accounting bills early this year, or are considering such legislation.

The New York bill, endorsed by a vote of 2123 to 748 in a poll of the membership, contains a provision designed to limit the number of registered accountants to those actually in public practice. Residents who are not engaged in public practice at the effective date of the bill, but who have had three years of public accounting experience or who have been employed in government accounting in the state for three years immediately preceding, will be able to file declarations of intent within a specified period and then be entitled later to register and enter public practice.

Similar provisions are included in the Massachusetts and Connecticut bills.

The Oregon bill would establish a Board of Accountancy, composed of five Governor-appointed CPAs, which would name administrative committees of public accountants to investigate complaints on the conduct of PAs and violations of the law, approve applicants for registration as PAs, and advise the Board on matters affecting PAs.

Members of the Oklahoma Society are voting on a proposed bill which would exempt lawyers from the commercial law exam; exempt practicing PAs with a minimum of ten years' experience from the accounting practice exam; and prevent courts from requiring CPAs or PAs subject to the act to divulge information obtained in their confidential capacities as accountants.

Florida Institute has approved a proposed change in the state regulatory law which would require all candidates for the CPA exam, after 1956, to be graduates with accounting majors from accredited colleges and universities. Those now engaged in public bookkeeping, however, would be permitted to take the exam without a college degree for an additional five years after the 1956 deadline. The CPA certificate of successful candidates would be withheld until completion of either one

Bills Proposed

year of public accounting experience or a fifth year of college accounting.

Texas CPAs Meet Lawmakers

State legislators were dinner guests of Texas Society's Fort Worth Chapter on Nov. 24. Senator Keith Kelly discussed problems confronting the legislature.

KC Chapter Helps GIs

Missouri Society's Kansas City Chapter has adopted as one of its continuing projects instruction of patients at Excelsior Springs Veterans Hospital. Ten are now studying accounting.

Elementary or advanced courses are available to veterans at no expense to them. Accounting booklets and standard reference texts are furnished. At

least one of the students hopes to qualify for a CPA certificate after leaving the hospital. Others expect their studies will help them earn a living in accounting positions.

Kansas City Chapter members assisting in this activity travel 25 miles to Excelsior Springs on alternate Saturday afternoons.

The project chairman is Carl Lipoff. His volunteer assistants are Virgil Chandler, Paul Cusack, David Lieberman, Virgil Sheffield, Eugene Welter, and Darwin Wolkow.

New Society Presidents

Iowa: Leonard W. Gallagher, Des Moines . . . Kansas: Ben F. Kubik, Wichita . . . Montana: Cyril E. Coulston, Bozeman . . . Nevada: Newell F. Hancock, Reno . . . New Hampshire: Ernest F. Johnson, Littleton . . . South Carolina: Allen M. McRae, Spartanburg . . . West Virginia: Norman S. Fitzhugh, Jr., Charleston... Wyoming: Clyde W. Gaymon, Cheyenne.

Missouri CPAs Teach Accounting at Veterans Hospital



Carl Lipoff (left) and Virgil Sheffield (standing) lend a hand on an accounting problem to Floyd Allen, patient at Excelsior Springs Veterans Hospital for two years. Allen, whose home is in Kansas City, hopes to leave in six months; plans to take a two-year accounting course at a business college. (See story above)

Institute Submits Views on Excess Profits Taxation

Thomas J. Green, chairman of the committee on federal taxation; Wallace M. Jensen, chairman of its subcommittee on current tax legislation; and Charles E. Sigety, committee staff assistant, attended Senate Finance Committee hearings on the Excess Profits Tax Act of 1950 (HR 9827) in Washington on December 8.



Mr. Green

Mr. Green made a number of proposals concerning technical aspects of the bill without expressing any opinion on the principle of excess-profits taxation. Technical suggestions relating to excess-profits taxes had been submitted previously by the Institute tax committee to the staff of the Joint Committee on Internal Revenue Taxation. That committee, Mr. Green suggested, might review the relief provisions with the objective of making them more realistic, comprehensible, and equitable.

An editorial in *The Journal of Accountancy* for February will show how several provisions similar to AIA recommendations were incorporated in the final version of the bill, signed by the President on January 3.

Officers and Staff

President T. Coleman Andrews leads a distinguished group of Virginians whose achievements are recorded in a biographical article in the December *Commonwealth*, monthly magazine of the Virginia Chamber of Commerce. Mr. Andrews is also the author of an article in the January issue of *The Office* magazine.

Carman G. Blough, research director, has compiled a review of public accounting developments in 1950 for the forthcoming *American Year Book*. He addressed a joint meeting of Rhode Island CPA Society and Robert Morris Associates, in Providence, Dec. 12.

Charles E. Noyes, public relations director, is the author of an article on

the American Institute in the December issue of *The Accounting Forum*, published by City College.

Articles arranged by the public relations department have now appeared in 25 trade magazines with a total circulation of 529,258. *Food Industries* and *The Boating Industries* are among the latest additions to this list.

A new article containing eight hints to help wage-earners make out their income-tax returns will be sent this month to 4500 house organ editors.

Regional Programs In North and South

Tentative programs for two 1951 regional accounting conferences were developed by state CPA society leaders at plans meetings last month.

At the Hartford meeting, on December 15, President William R. Reader of the Connecticut Society presided. Plans for the New England Accounting Conference, to be held in that city April 19-20, were discussed by representatives of participating societies including Edward H. Heilman, Jr., of Connecticut, conference chairman; Roland Johnston of Massachusetts; Harry W. Lally of Maine; and George M. Marrow of Vermont.

Among those at the Tulsa meeting, on December 21, were Roy F. Godfrey, chairman of Southern States Accountants Conference scheduled for that city June 2-6; T. Dwight Williams, chairman of the committee to arrange technical sessions; Paul C. Campbell, president of Oklahoma Society; Miss Corinne Childs, secretary-treasurer; and other Oklahoma Society members.

Charles E. Noyes, AIA public relations director, attended both plans meetings.

Other regional programs scheduled this spring are Middle Atlantic States Accounting Conference in Baltimore, Maryland, May 24-26, and Northwest Accounting Conference in Portland, Oregon, June 14-16. Twenty-five state CPA societies will be represented in the four programs.

Fewer Candidates Take CPA Exam

A temporary staff of 70 CPAs graded 23,663 papers submitted in November, 1950, by 6,344 candidates in 41 states, the District of Columbia, and two territories which use the Institute's grading service. This compares with 24,950 papers and 6,581 candidates in May, 1950; 27,130 papers and 7,267 candidates in November, 1949. Four of the 41 states did not give the May exam.

Analyzing the latest statistics, Educational Director Robert L. Kane, Jr., finds that in most of the 41 states there were fewer candidates in November, 1950, than in November, 1949. In the few states having more candidates in November, 1950, than in November, 1949, two or more years of accounting experience is required as a qualification for the exam.

Reduction in the total number of candidates, Mr. Kane believes, may be due to a decline in the number of World War II veterans seeking CPA certificates. He notes that veteran enrollment in colleges declined substantially last year. To the extent that previous increases in candidates have been due to the larger number of veterans graduating from schools of business administration, subsequent declines may be expected in most states.

The recent decrease in the number of candidates is greater than in the number of papers graded, indicating that a larger percentage are passing all examination subjects on the first trial.

By-Law Amendments OK'd

Five amendments to the Institute by-laws, submitted to the 1950 annual meeting, became effective December 17. Mail ballots from members had produced more than the number of favorable votes required.

These proposals, described briefly in *THE CPA* for October, broaden the statement of purposes; increase to ten the minimum number of Council members who, by written request, can compel the president to call a special meeting; provide for publication of trial board findings in *THE CPA* instead of *The Journal of Accountancy*; enlarge the Council to 72 elected members; and increase to 30 the number of Council members constituting a quorum.

On Tour with the Institute Staff

By John L. Carey

CALIFORNIA WAS INVADED early last month by an eastern unit which, joined with a friendly local force, conducted a running engagement over a period of two weeks and withdrew in fairly good order on December 17.

The eastern unit was the executive director of the American Institute of Accountants. The friendly local force was Arthur Sargent, secretary of the California Society of CPAs. Together they visited all the nine chapters of the California Society, plus informal luncheon groups in San Francisco and Los Angeles. In twelve days they drove 1700 miles, attended 18 meetings, met 700 California CPAs—about one-third of the membership of the state society. Added incidental events were a press conference, a television interview, personal calls on individuals, and a variety of informal entertainment by gracious members of the accounting profession throughout the state. At the end of the run, the two staff executives (who have sometimes been described as "indefatigable") crawled back into their respective homes on hands and knees.

California is now the second largest state in the Union in both area and population. The number of CPAs in the state has increased rapidly to more than 3000, state society membership to almost 2000, and Institute member-

ship to over 1400. Much of the growth of the profession has occurred in smaller communities, which has resulted in the organization of many new chapters of the California Society.

Both Arthur Sargent and I hoped that a joint state-wide tour would be a valuable opportunity to discuss the work and problems of our professional societies with a great many CPAs. The hope was realized: this tour proved to be a rewarding experience.

Only two of the chapter meetings—San Francisco and Los Angeles—were large enough to require formal speeches. Each of the other groups numbered 50 or less, and their meetings consisted of general discussion, questions, and comments which often lasted until after midnight. Dinner meetings of this type were held at Oakland, Sacramento, Fresno, Upland (Citrus Belt chapter), San Diego, Santa Barbara, and Carmel (San Jose chapter). Similar luncheon meetings were held in San Francisco, Los Angeles, Pasadena, and Hollywood. Five small conferences with officials at breakfast or elsewhere made up the total of 18 meetings.

I returned to New York—not a sadder, but a wiser man, bearing dozens of excellent suggestions and ideas for improving the Institute's services to its members far from headquarters, and

with a new understanding of the profession in California as a whole.

This invasion of California was only one of six similar field expeditions recently undertaken by members of the Institute staff.

Research Director Carman Blough, en route to the Accounting and Taxation Symposium at Duke University, attended three meetings in North Carolina—at Greensboro, Winston-Salem, and Raleigh. Public Relations Director Charles Noyes, in addition to delivering a formal address at the semi-annual convention of the Florida Institute, visited Jacksonville, Orlando, and Tampa under escort furnished by Clifford Beasley, managing director of the state organization. Mr. Noyes' assistant, John Lawler, crossed Tennessee from Bristol in the east to Memphis in the west, with stop-overs in Knoxville, Chattanooga, and Nashville. Administrative Secretary H. T. Winton drove through Pennsylvania—one week ahead of the great snow—and talked with accountants in York, Harrisburg, Pittston (Wilkes-Barre and Scranton area), Pittsburgh, Lancaster, Reading, and Allentown. Bill Papworth, managing editor of *The Journal of Accountancy*, campaigned through Virginia, with engagements in Norfolk, Roanoke, Luray, and Arlington.

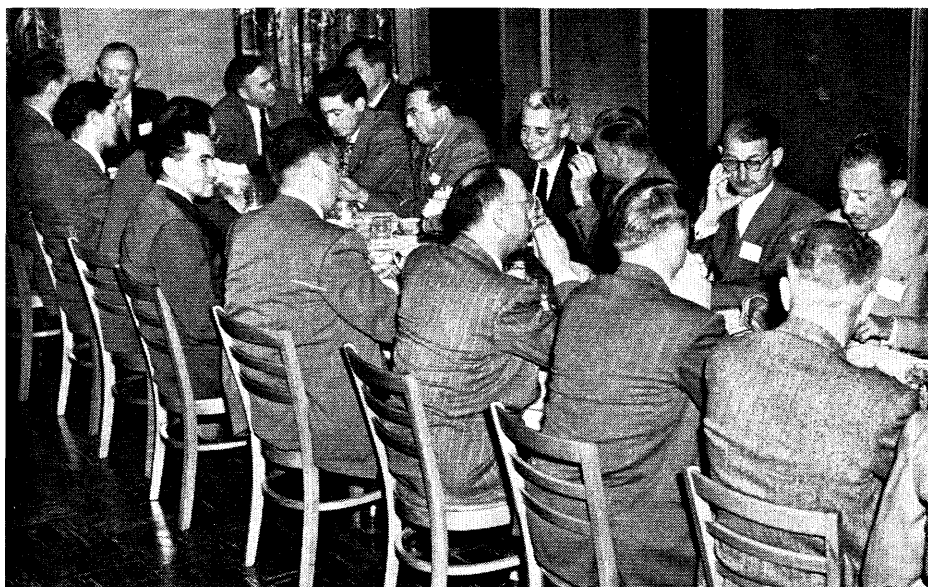
These visits to 33 cities across the



Lancaster AIA members welcome Administrative Secretary Winton to the "Pennsylvania Dutch" country. (L to R) J. Paul Sheetz, J. Paul McElhenney, Mr. Winton, Paul H. Trout, Austin M. Beittel, Abram S. Kimmel. On his tour, Mr. Winton drove a thousand miles; visited six other Pennsylvania cities.



At Florida Institute's semi-annual meeting. (L to R) AIA Council member Paul R. Smoak, Mrs. Robert H. Montgomery, Past Pres. George S. Olive, Mrs. Smoak, Fla. Pres. Gordon P. Blitch, Pres. Andrews, Mrs. Blitch, Col. Robert H. Montgomery, Mrs. Olive, PR Director Charles E. Noyes.



This dinner meeting of California Society's Citrus Belt Chapter is typical of many attended by Executive Director John L. Carey on the Pacific Coast. Mr. Carey is the fourth from the right on the far side of the table. Arthur Sargent, secretary of the California Society, is on the same side of the table at the extreme left.

country were part of a program authorized by Council last spring as one means of promoting better two-way communications between members, officers, and staff. The improvement of internal communications is an urgent matter because of the Institute's rapid growth in recent years. As noted before in *THE CPA*, the organization has become a big business. Evidence: 16,000 members (double the number a decade ago); a full-time staff of 90; circulation of *The Journal* nearing 60,000; a million-dollar budget for the current fiscal year. Such an astounding growth greatly strengthens our position, but it has one serious disadvantage: bigness can imperil an organization's friendly spirit. The tours are part of a general effort to escape that curse of bigness.

Everyone here at headquarters recognizes that the continued health of the Institute depends largely upon the active cooperation of all its members. But we also realize that the membership cannot participate with profit if it is not kept fully informed of the work done by the staff to achieve the policy objectives selected by the Institute's officers and committees.

Along the way, therefore, we have been supplementing the reports published regularly in these columns and in *The Journal* with brief infor-

mal summaries of current activities.

We have talked about the services of the Institute—the library, which furnishes material by mail on request from members; about our free publications, which would have cost each member an estimated \$19 annually; about the technical information bureau, which is prepared to answer written questions from members on accounting, auditing, and related subjects. We have talked about the personnel-testing program and placement service, PR booklets like *A Career in Public Accounting* and *The CPA Examination: Gateway to a Profession*, personal contacts by our Educational Director with schools and colleges—all designed to maintain the high standards of the profession by attracting qualified young men and women into it. We have talked about representing the profession before the SEC in regard to Regulation S-X (See page 1 of this issue), before the Wage and Hour Administration concerning the classification of CPAs as "professional"; before the State Department about restrictions on U.S. accountants in foreign countries; before the Labor Department in terms of our request for inclusion of CPAs on the list of critical occupations used as a guide in deferment of Reservists and National Guardsmen; before Congress on legislation affecting the profession. We have talked about our ef-

forts to expand opportunities for individual practitioners by alerting small business to the value of sound accounting—through booklets, radio shows, and articles in more than a score of trade magazines.

But we have listened as well as talked. Indeed, we were much more interested in hearing from members than in speaking ourselves—and we were rarely disappointed. My own experiences in California were duplicated everywhere: all of us returned with a fine booty of ideas. We were also bombarded with questions. Here are some typical inquiries, with brief answers, which were flung at one staff-man:

The public should be made to understand the difference between a CPA and a PA. What is the Institute doing to create that understanding? It is obvious that most people will never read any material exclusively devoted to an explanation of the difference. However, almost every magazine article, booklet, radio script, and pattern speech issued by the Institute somewhere emphasizes the distinction in a positive manner.

Should CPAs engage in politics? By all means. Political participation is the duty of every citizen; it offers CPAs an opportunity to contribute their special skills for the improvement of government; and, on a selfish level, it will insure that the profession has friends with political influence.

What are the dates of the next annual meeting? October 22-26 — at the Statler Hotel, Washington, D. C.

What do the Institute's radio tax shows accomplish except to send multitudes into our offices with penny-ante returns? A great deal. They are not intended primarily to gain clients; they establish the CPA in the public mind as a tax expert, perform a useful public service appreciated by the Internal Revenue Bureau and the radio stations, and generally promote recognition for the profession at little expense.

Why is the Institute staff never available for conferences at the annual meeting? This is a little like that old query: have you stopped beating your wife? We must deny, in part, the implied charge. Top staff people opened an office at the Statler in Boston on the day preceding the last annual meeting and were ready throughout the day

[Continued on page 6]

Applicants Recommended for Admission

The committee on admissions recommends admission of 166 applicants for membership in the Institute—38 who have been accorded credit for having passed examinations acceptable to the committee, and 128 who have passed the uniform examination for the CPA certificate in participating states.

These applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant on the list it should reach the office of the Institute on or before January 31, 1951.

ALABAMA

Mobile: (Mrs.) Kathleen C. Hofheins.

ARIZONA

Phoenix: Cecil A. DeMarcus.

CALIFORNIA

Glendale: Stewart B. Mackey. Inglewood: Cecil E. Coe. Los Angeles: Raymond C. Dosta. Hugh R. Gary, Barclay MacKinnon, Sherman Monte Robinson, Emanuel H. Slotnick, Julian R. West. Oakland: Coleman Charles Johnson, Ernest M. Seagel. Ocean-side: Joe Daniel McCarthy. Pomona: William Cope Richards. Sacramento: Merle Engbersen, John L. Sasser. Salinas: Herman Kasavan. San Francisco: Robert O. Gible, Peter F. Mancina, Charles D. McPherson, Howard Rae Melvin, Horace M. Tirt. Santa Barbara: James H. Birnie. Stockton: John K. Buxton. Visalia: C. Guy Honnell, Jr.

COLORADO

Denver: F. M. Harrison.

CONNECTICUT

Bridgeport: Charles John Bonitati. New Haven: Myron Blumenthal, Frederick G. Fischer.

DISTRICT OF COLUMBIA

Washington: Gordon M. Anderson, Eli Berg, Arthur Pincus, William J. Ryan, Julian Savage, Jack Understein.

FLORIDA

Jacksonville: Aaron Davis, Richard P. Johnson. Miami Beach: Edward A. Holly. Orlando: C. M. Potter.

GEORGIA

Atlanta: William Thomas Hankins, Jr.

ILLINOIS

Chicago: (Mrs.) Catherine C. Anagnost, Leonard A. Barzan, Daniel Sanderson De Hart, James Russell Downey, Milton Fields, Myron R. Hartley, Martin Keagy, Lloyd E. Livingston, Edward John Pratt. Decatur: R. H. Jenne. Ottawa: Charles E. Stisser. Peoria: Roy E. McCluskey. Pontiac: E. H. Greenwood. Springfield: Robert W. Sleeper. Woodstock: Durward D. Strang.

INDIANA

Indianapolis: James M. Gibbons, J. H. Rushton. South Bend: Lee Ellsworth Patterson.

IOWA

Cedar Rapids: Charles Robert Cole.

KENTUCKY

Henderson: Everett C. Wood. Louisville: Robert H. Wetterer.

MARYLAND

Baltimore: Arthur L. Baney. Easton: L. Elbert Garey.

MASSACHUSETTS

Boston: Julius Aisner, Jr., John B. Cole, Kenneth J. Fahey, Myron Greenside, Paul Horansky, William L. Rust, Warren Brande Tagen.

MICHIGAN

Detroit: Jeremiah Dickey Berkey, Richard W. Brown, Harris James Gram, John Wesley Johnson, Jr., Milton S. Monjoy, James F. Peters, Raymond H. Zulauf. Grand Rapids: Robert N. Den Braber, John H. Schroeder, Arthur Silverstein. Marquette: Dean F. Pelton.

MINNESOTA

St. Paul: Edmund R. Bezdek.

MISSOURI

Kansas City: E. E. Brookmeyer, Arch. G. Todd. Maplewood: Burke Workman, Jr. St. Louis: Morris Morton, Jettie K. Thompson.

MISSISSIPPI

Yazoo City: Robert Chapman Williamson, Jr.

MONTANA

Missoula: Reeves Edward Akin.

NEW JERSEY

Newark: Max L. Blum, Allan M. Jacobs, Perry Slavitt. Ridgewood: Charles W. Allen. Trenton: John S. Flesch, George C. Skillman.

NEW YORK

Buffalo: Carl E. Doriot. Hollis: Alfred Nadel. New York: Stuart Brown, Albert D. Chernick, Ernest R. Field, Alfred E. Grun, Howard V. Hagenbuch, Alexander Kaminsky, F. M. Lynes, Mark Marcossion, Charles Margolin, Paul C. Nagel, Jr., R. J. Pouech, Robert W. Preusch, William J. Priest, Thomas M. Stapleton, Merwin R. Wood.

NORTH CAROLINA

Charlotte: Cletus Odell Fulp. Greensboro: William L. Hemphill. Raleigh: Cecil C. Wooten. Thomasville: C. H. Koller.

NORTH DAKOTA

Fargo: Charles E. Bailly.

OHIO

Cincinnati: Orion W. Nunn. Cleveland: Lowell Franklin Shier. Dayton: G. E. Baker. Toledo: Paul Clifford Newell. Youngstown: Paul L. Quinby.

PENNSYLVANIA

Media: Thomas Morgan Hughes, Jr. Philadelphia: John H. Campbell, Edward M. Eddleman, Leonard Feldman, Ben T. Fukutome, Irving H. Schwartz, Charles H. Woodland. Pittsburgh: Walter J. Hank, William Roy Hughes, Stanley Tishman. Reading: W. F. Laudenslayer.

SOUTH CAROLINA

Greenville: John R. McAdams. Sumter: Sigmund Welch Stoudenmire.

SOUTH DAKOTA

Rapid City: Harold S. Heims.

TENNESSEE

Knoxville: Warren L. Slagle. Memphis: J. Marshall Grier. Nashville: James H. Daves, Young Dev-
ereaux.

TEXAS

Beaumont: Robert F. Michel. Dallas: William Ivan Murrell, William E. Plumb. El Paso: William H. Wimer. Falfurrias: Curtis D. Robert. Fort Worth: Allen S. George, Jr., Joseph L. Moseley, Lindsay Cotton Thomas. Freepor: John P. Mason, Jr. Houston: Marvin Cecil Bobbitt, J. F. Flack, Herbert E. Orwig, Roland G. Parker, Carl Elliott Patton. Kermit: George Finley. San Antonio: Walter L. Jungmann.

VIRGINIA

Lynchburg: C. Douglas Reed.

WEST VIRGINIA

Charleston: J. R. Tuckwiller, Jr. Clarksburg: Ray H. Griffin.

WISCONSIN

Appleton: Max G. Hensel, Winton A. Schumaker. Milwaukee: Harvey A. Gobis, John P. Gueldenzopf, Anthony M. Toth.

HAWAII

Honolulu: Leo M. Jansen.

GERMANY

Frankfurt: Jacob Silverman.

Tax Estimate Ruling

Chairman Maurice Austin of the federal tax committee's subcommittee on tax administration recently suggested to the Internal Revenue Bureau that the Commissioner's ruling requiring amended declarations of estimated tax be withdrawn.

The ruling applied to taxpayers who estimated 1950 tax on the basis of their 1949 income, and at the rates in effect prior to the enactment of the Revenue Act of 1950.

The only effect of amended declarations on federal revenue, Mr. Austin predicted, would be to advance from March 15 to January 15 receipt of a small supplementary payment which, for most taxpayers, would amount to four or five per cent of their original declarations. This advantage, he contended, might be more than offset by extra work for the taxpayer, his accountant, and the Bureau.

Subsequently, Congress enacted HR 9913 which did not precisely cover the Commissioner's ruling, and the Institute requested clarification.

On January 3, the Bureau replied:

"If a declaration for the calendar year 1950 was filed on or before March 15, 1950, and the tax shown thereon was computed on the basis of the taxpayer's 1949 income, his 1950 exemptions, and at the rates in effect at such time, and payments were made on time, the penalty for substantial underestimation of estimated tax will not be applicable, notwithstanding the increased rates in the Revenue Act of 1950."

STAFF TOURS [Continued from page 5]

to chat with all comers. It is true that duties in connection with the meeting kept us running during the sessions; but we hope to do something about this situation at the next meeting. One thing is certain: the membership cannot be more interested than the staff in such personal contacts.

As these few samples indicate, the questions ranged over a wide area. We undoubtedly did not answer all of them to everyone's (or even our own) satisfaction; but we did our very best.

From these informal get-togethers, we developed a better appreciation of the loyal interest which the membership takes in the affairs of the Institute.

Loeb Honored by New York CPAs



Mr. Loeb

Simon Loeb of New York City, a member of the Institute Council, has received New York State Society's 1950 annual award for outstanding service.

A scroll was presented to Mr. Loeb at the Society's meeting on December 11 by Edward A. Kracke, past president and chairman of the award committee. The citation acknowledged Mr. Loeb's "valuable and effective" work in advancing interests of the profession in New York and helping to build a strong financial structure for the state society.

Mr. Loeb has been president and a director of New York State Society, a member of the State Board of CPA Examiners, Accountants Club of America, and New York Credit and Financial Management Association. He has served on fund-raising committees for the American Red Cross, Sister Kenny Foundation, Greater New York Fund, United Jewish Appeal, Federation of Jewish Philanthropies of New York, Girl Scouts and Boy Scouts.

Speakers

John B. Inglis of New York City recently addressed branches of the New Zealand Society of Accountants in Auckland, Wellington, Dunedin, and Christchurch; the Australian Institute of Chartered Accountants in Mel-

bourne and Sydney; and business groups in those two cities. He also attended a meeting of the newly formed accounting practice and procedure committee of the New Zealand Society.

Milton Broeker, St. Paul, Minn.: Northwest Council of Advertising Agencies.

Warren T. Brown, Peoria, Ill.: Illinois State Council of Painting and Decorating Contractors of America.

Appointments

Russell C. Harrington of Providence, R. I., is chairman of the Committee on Government Expenditures established by the United States Chamber of Commerce to conduct an intensive nationwide drive for reduction in non-military spending. AIA President T. Coleman Andrews is a member of this committee.

Henry B. Fernald of New York City, chairman of the American Mining Congress tax committee, presented a statement by that organization on the excess-profits tax bill before the Senate Finance Committee on Dec. 8.

Cecil L. Hall and Wm. H. Mers of Cincinnati were members of a three-man arbitration board in a recent salary dispute between Covington (Ky.) city employees and city commissioners. Arbitrators analyzed the city's financial accounts and submitted to the commissioners and the union a report which both accepted.

Louis S. Korb, Hackensack, N. J.: President, Municipal Accountants Association of New Jersey.

Richard E. Strahlem of Albuquerque, N. M., has been appointed State Comptroller by Governor Edwin L. Mechem.

He is on leave of absence as Comptroller of the University of New Mexico.

E. Ames Hilpert, New York, N. Y.: Elected cost accountant, National Association of Photo-Lithographers.

Charles S. Rockey, Philadelphia, Pa.: Member, Board of Inspectors, Philadelphia County Prisons.



Mr. Strahlem

FIRM ANNOUNCEMENTS

Beck, Berk & Company, 1406 Fox Building, Philadelphia, have admitted Maxwell H. Rasman, Roy B. Rieder, and Abraham B. Solow as partners.

Bruneau & von Minden, 150 Broadway, New York 7, N. Y., have opened an office at 26 Sixth St., Stamford, Conn.

Cecil C. Conner has opened an office in Powers Building, Duncan, Okla.

David, Fields & Co. have moved to 10 East 40th St., New York 16, N. Y.

Ernst & Ernst have admitted Horace G. Barden, manager of their Indianapolis office, as a partner.

Louis H. Frishkoff & Company, 170 Broadway, New York City, have admitted Philip R. Muldberg as a partner.

Gilmore & Edwards of 34 Margaret St., Plattsburg, N. Y., have admitted Charles

H. Wolfe to partnership and changed the firm name to Gilmore, Edwards & Wolfe. This firm has acquired the practice of Frank J. Wagner, late of Malone, N. Y., and will maintain an office there.

Bernard Houston has moved his office to Room 502 First National Bank Building, Macon, Ga.

G. Miles Jones and Millen D. Atwood, practicing as Jones and Atwood, have moved their office to 464 Twenty-fourth St., Ogden, Utah.

Sam A. Merrill has moved his office to 922 Southern Standard Building, Houston 2, Texas.

Arthur H. Mess has opened an office in the Coffman Building, Harrison, Ark.

Richardson, Jackson & Company of Atlanta, Ga., have changed the firm name to Richardson, Davis and Company. William C. Jackson, a partner, died November 18. Surviving partners are Edward Richardson, Lewis L. Davis, and Hugh M. Stell.

Herman R. Rosen has opened an office at 242 Trumbull St., Hartford, Conn.

Roy M. Scott has moved his office to 214 Washington Ave., Memphis, Tenn.

Elton B. Taylor & Company have moved their office to 1028-A South Boulevard, Charlotte, N. C.

Warner & Godfrey have moved their office to Suite 1120 First National Building, Tulsa, Okla., and have admitted L. D. Pilkington, Jr., as a partner.

Wilson, Hosick & Co. have moved their office to the Patten Building, Cherry and Fourth, Winston-Salem, N. C.

Wooden & Benson, Munsey Building, Baltimore 2, Md., have admitted William R. Walton, Jr., as a partner, and have changed the firm name to Wooden, Benson & Walton.

W. D. Woodroof, Jr., has opened an office at 940 Electric Building, Houston 2, Texas.

A. Crawford Clarkson, First CPA In South Carolina, Dies

A. Crawford Clarkson of Columbia, South Carolina, who held CPA certificate No. 1 issued by the South Carolina Board



Mr. Clarkson

of Examiners in 1915 and membership certificate No. 3 from the South Carolina Association of Certified Public Accountants, died suddenly in a Columbia hospital on November 25 at the age of 73. He had been an AIA

member for 27 years.

Mr. Clarkson, a past president of the South Carolina Association, was influential in the passage of the law which created the South Carolina Board of Examiners and was a member of the board for several terms. Since 1917 he had conducted a public accounting practice in Columbia which, at the time of his death, was known as A. C. Clarkson & Company. He was a native of Columbia and a graduate of Eastman Business College at Poughkeepsie, New York, in 1900. As a leading citizen of Columbia he participated in many civic, social, fraternal, and religious activities and was treasurer of the Rotary Club for 18 years.

William S. Salway of New York City, who held CPA certificate No. 101 issued by New York State, died in Lenox Hill Hospital on Christmas Day at the age of 84. He is survived by only four New York CPAs whose certificates bear lower serial numbers.



Mr. Salway

Mr. Salway was a partner in the certified public accounting firm of William S. Salway & Co., and until April of last year a part owner of the internationally famous Luchow's Restaurant on East Fourteenth Street, in New York City. Mr. Salway was a native of England and a citizen of the United States where he had resided for more than 50 years. He had been an AIA member since 1925.

William J. Acker of Shepherdsville, Ky., died November 26 at the age of 64. He had recently been associated with U. G. Briscoe & Co., CPAs, of Lexington, Kentucky, and was previously employed by accounting firms in Louisville, South Bend, Indiana, and Chicago. Mr. Acker, who was born in

Valparaiso, Indiana, entered public practice in 1919.

William C. Jackson of Atlanta, Ga., partner in Richardson, Jackson & Company and an AIA member since 1922, died November 18 at the age of 68 after a short illness. Mr. Jackson, a native of Alabama, entered public accounting practice in 1916 with Southern Audit Co., of Charlotte, North Carolina. In 1917 he joined the staff of Alonzo Richardson & Company, pioneer Atlanta CPAs, and had been a partner in that firm and its successors since 1924.

Eugene M. LaShell of Kansas City, Kan., partner in Sinderson, Little & LaShell, died December 3 in Providence Hospital at the age of 61. He suffered a heart attack while attending a meeting of the Kansas CPA Society, in Topeka, two weeks before his death. Mr. LaShell's public accounting experience dates from 1923 when he became associated with Spaulding F. Glass of Independence, Kansas. He was a founder of the CPA firm of LaShell and Sinderson of Kansas City, Kansas, established in 1937 and succeeded five years later by Sinderson, Little & LaShell.

Mr. LaShell, who was born in Ellis, Kansas, began to study for the accounting profession after he was injured in a laboratory accident at the University of Kansas in the third year of an engineering course.

Willard H. Lawton of Wayne, Pa., an independent practitioner, died November 26 at the age of 84. He had been a member of the Institute and predecessor organizations since 1908.

Sydney T. Lee of Savannah, member of the Georgia State Board of Examiners and past president of the Georgia CPA Society, died December 16 following a heart attack. He was 55 years old. Since 1922 he had been a partner in Eaton, Saussey & Company, certified public accounting firm, with which he became associated two years earlier. Mr. Lee was a native of Savannah and a graduate of the local high school. He was a past president of the Lions Club and a leader in many other civic organizations.

- Daniel J. Lynch of New York City, partner in the CPA firm of Hannon & Lynch for the past 12 years and a public accounting practitioner since 1917, died on December 22 at the age of 55. He was a native of Bethel, Connecticut, and a graduate of New York University. Mr. Lynch joined the Institute in September, 1950.

Henry S. Patterson of San Francisco, Calif., partner in the public accounting

firm of H. S. Patterson and H. R. Weile, died December 3 at the age of 72 after a long illness. Mr. Patterson, who was a native of Massachusetts and a resident of California's "Bay Region" for nearly 40 years, had been a member of the Institute and predecessor organizations since 1916.

Herman A. Spiegel of New York City, an independent practitioner of public accounting since 1917, died in University Hospital on November 6 after a few weeks' illness at the age of 51. Mr. Spiegel was a native of Austria but came to New York as a boy and studied at Pace Institute, now Pace College. He was a member of the New York State Society of Certified Public Accountants.

E. Elmer Staub, president of Staub, Anderson & Co., and Allied Manufacturers, Inc., both of Detroit, Mich., died November 26 at the age of 67. He had been a member of the Institute and predecessor organizations since 1908. Mr. Staub was born in Philadelphia and studied at Girard College, Wagner Institute of Science, and the University of Pennsylvania. He was formerly senior partner in the Detroit certified public accounting firm of Staub, Fletcher and Van Tiffin and a director of O. E. Thompson and Sons Co., in Ypsilanti, Michigan. He was a member of the Engineering Society of Detroit and many civic organizations.

Alexander V. Wenstrom of Peoria, Ill., died suddenly on December 12 in the office of Gauger and Diehl, certified public accountants, at the age of 44. Before joining that firm in April, 1950, he had been comptroller of the First National Bank of Peoria for ten years and was previously employed by the Chicago office of Price, Waterhouse & Co. He was born in Chisholm, Minn., studied at Carleton College, and was a graduate of the University of Minnesota. In World War II, he held the rank of Major in the U. S. Army.

The
CPA

The Certified Public Accountant
270 Madison Ave., New York 16, N. Y.

INSTITUTE OFFICERS

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L. Carey.

The CPA

February 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

New Site Chosen For Annual Meeting

The 1951 annual meeting will be held at Chalfonte-Haddon Hall Hotel in Atlantic City, New Jersey, with technical sessions October 8-10. These were the only dates on which hotel accommodations were available when it became necessary to change the original plans. The meeting was previously scheduled for the Hotel Statler in Washington, D. C., October 22-26.

This change was voted by the executive committee, on January 22, because it seemed inadvisable to hold the meeting in Washington during a national emergency. Another proposal from the DC Institute of CPAs to act as host at an American Institute annual meeting will be welcomed as soon as conditions are favorable.

The committee on technical sessions, at a meeting attended by Chairman John H. Zebley, Jr., George E. Perrin, and Robert E. Witschey on January 23, agreed that the general theme of the annual meeting would be the role of the accountant in mobilization.

Three general luncheon sessions are planned, with speakers of national prominence. The annual dinner dance will conclude the program.

Special Cars to Colorado

For the convenience of Council members attending their annual Spring meeting at Hotel Broadmoor in Colorado Springs, May 7-10, through Pullmans will leave New York City late in the afternoon of May 4, and Chicago early the following afternoon.

AIA Speeds Defense Work

Seeking to promote effective use of accounting skills in the nation's stepped-up defense program, American Institute representatives have conferred in recent months with many top officials in New York and Washington.

These conferences have led to a number of developments:

1. A decision to seek recognition of public accounting services as an essential activity and not to ask at present for inclusion, of CPAs on the list of critical occupations.
2. Efforts to encourage the assignment of CPAs in uniform to duties where their experience and training are properly utilized.
3. Interviews with military leaders to explore ways in which the profession can aid in the solution of accounting problems in the mobilization drive.
4. A call to the AIA federal taxation committee to meet early

Memo to Members on Military Service

If you or members of your staff are called into military service, the Institute would like to know about it for a number of reasons.

We would appreciate full information—address (both new *and* old), serial number, rank and assignment—for our files so that mail to AIA members will be sent to the right place and their dues waived in accordance with the recent action of the executive committee.

A record of the number of AIA members and other accountants already serving with the armed forces would be useful in dealing with government agencies on accounting manpower.

The military has welcomed the Institute's offer to assist in locating CPAs already in service. In some cases, too, where accounting skills are obviously not being used effectively, we may be able to encourage reassignments. Requests to the Institute for such assistance should include—in addition to new and old address, rank, serial number and assignment—a statement of educational and *professional background*, military experience, age and marital status. Such requests should only be sent after receipt of orders to active duty.

Finally, through state societies and chapters, we hope to arrange social meetings for CPAs in uniform with accountants near military posts.

this month to consider recommendations for changes in the current excess-profits tax law.

5. Revision of the Institute committee and staff assignments to insure first priority to defense activities.

Recognition of Public Accounting as Essential

Last summer the Institute requested that public accounting be included as a critical occupation on the list issued by the Department

[Continued on page 2]

Defense

[Continued from page 1]

of Labor and used by the military as a guide in granting, on an individual basis, temporary delays in the call-up of reservists.

However, it has become increasingly obvious in recent weeks that occupations were being added to the list only if the available supply of people qualified to work in them was clearly exceeded by the demand from essential industries and activities. Such a shortage cannot now be clearly demonstrated in public accounting—although accounting firms and individual practitioners are already encountering difficulties in hiring skilled personnel.

The Institute, therefore, asked authorities in Washington last month to defer consideration of its original appeal until further notice.

At the same time, by authorization of the executive committee, a new request was submitted for specific inclusion of accounting services on the companion list of "essential activities" compiled by the Department of Commerce.

Like the "critical occupation" list of the Labor Department, the Department of Commerce list of "essential activities" serves as a manpower criterion for the military. The final responsibility for deferments of reservists, however, remains with the Army, Navy and Air Force. According to announced policy, a reservist will be granted a call-up delay—other than for family hardship—only if he is engaged in a critical occupation (Labor Department list) necessary to a highly essential activity (Commerce Department list). He will be deferred, moreover, only until he can be satisfactorily replaced in that occupation.

The Department of Commerce list already includes "Miscellaneous Business Services" covering essential services rendered on a contract or fee basis. This, by reference to the official government classification of occupations, would include professional accounting; but the Institute is seeking a separate and definite recognition of accounting services in this list.

The request looks to the future as well as the present. Specific inclusion of accounting services would expedite further action if a shortage of account-

ants develops at a later date. It might also be used in presenting individual appeals for deferment, in establishing professional needs under rationing, and in promoting efficient use of CPAs under a system of universal service.

Results of a recent questionnaire to a representative number of accounting firms emphasized the danger of an acute shortage of CPAs and accountants with comparable training. Replies reported on the military status of 2,333 CPAs—partners, principals, managers, supervisors and staff men. Nearly half of these men were 38 years old or less, and 222 had an active reserve status in company grade ranks. Of the 2,620 non-CPAs, most were 38 or less, and 328 were active reservists. This proportion of reservists, according to one informed government source, was the highest he had seen in any occupation.

Proper Military Assignments

Largely through the efforts of Col. Andrew Stewart and other members of its national defense committee, the Institute has maintained close contact with military leaders to encourage proper utilization of accountants in the armed forces and to keep informed about military personnel policies.

The current situation can be briefly summarized, on the basis of these conferences, as follows:

Officer Procurement: None of the services is presently conducting a large-scale officer procurement program—although it appears likely that all of them may do so soon. Navy commissions are now being offered only to young men (19-26) with college degrees; the Army's age maximum is 27. However, the Air Force is seeking a limited number of mature and highly experienced officers with accounting training, and the Army also has a con-

tinuing need for accounting specialists for overseas civilian jobs.

Officer Assignment: Key military figures have indicated a pressing need for qualified accountants and auditors. They will welcome the names and records of CPAs recalled to duty as reserve officers—particularly those in lower ranks. The Institute has agreed to transmit such information to the services on request; but, of course, it cannot guarantee a transfer.

Enlisted Men: The Army has a special program for effective use of professional men. Under regulations, incoming personnel with a bachelor's degree in several listed sciences (now including "accounting or business administration" for the first time as a result of an amendment issued on Dec. 27, 1950) must be classified as "special professional personnel" and transferred to Fort Myer, Va., for assignment orders from the Adjutant General. Classification officers are also authorized to waive the education requirement in exceptional cases—and it is reported that CPAs without degrees are being so treated. Air Force enlisted men with professional accounting skills who desire military duties in keeping with their background should report to the Institute. By special arrangement, the AIA will forward the requested information (see page-one box) to the Air Force's Auditor General for such action as he deems appropriate.

Accounting and Tax Advice

The Institute's defense committee has also been active in seeking ways to make available to government officials the profession's expert advice on accounting problems arising from the mobilization drive.

Chairman J. Harold Stewart and members of the committee, joined by Executive Director John L. Carey and Research Director Carman G. Blough, held a conference at the Institute office last month with top financial officials in the Department of Defense. After a discussion of the accounting and auditing functions of the Department, the Institute representatives offered to assist in developing principles to be applied in determining costs under defense contracts.

One of the members—Leslie Mills

Franke to Aid Marshall

AIA member William B. Franke of New York was named special assistant to Secretary of Defense George C. Marshall on February 5.

Mr. Franke will advise the General on finance and accounting matters.

of New York—testified on the Renegotiation Bill (HR 1724) before the Senate Finance Committee on Feb. 2.

The committee has reviewed, at the request of the Munitions Board's Office of Procurement Methods, a proposed cost-interpretation statement relating to pensions and retirement plans.

Another aspect of the emergency was considered by the Institute's federal taxation committee at a meeting in New York City on February 8-9.

Most of the discussion was concerned with revisions in the present excess-profits tax law.

Number One Job: Defense

These and other defense activities were accorded top priority by the executive committee at its meeting in New York City on January 22.

In order to speed these efforts, it also authorized an expansion of the defense committee. The enlarged group will be subdivided into sections to deal specifically with various phases of the emergency.

New defense duties, in addition, have been assigned to the staff under the over-all supervision of Executive Director Carey. Administrative Secretary H. T. Winton will maintain contact with the military concerning utilization of individual CPAs in the armed services. Research Director Blough, who served in the War Production Board in the last war, will assist the defense committee in handling technical accounting questions. Public Relations Director Charles E. Noyes will aid in meeting accounting manpower problems. William S. Papworth, managing editor of *The Journal of Accountancy*, will develop sources of information on government policies and procedures. Charles Sigety, assistant to the tax committee, will be available for staff work needed in connection with tax problems arising from the defense program.

With this new committee and staff set-up, the Institute hopes to be of service in three essential roles: (1) as a central agency to facilitate efficient employment of accounting manpower; (2) as a recruiting center to furnish government officials with expert counselors on economic problems in the defense drive; and (3) as a clearing house of defense information for AIA members and the whole profession.

News of Members

Hope Heads Civic Tax Group

J. William Hope of Bridgeport, Connecticut, former AIA vice president, is chairman of a municipal tax committee recently created by the Bridgeport Chamber of Commerce to keep informed on tax proposals by the City Government, study methods of increasing tax revenue, and



Mr. Hope

assist the Mayor to attain business efficiency in municipal administration. Two other Institute members—Milton H. Friedberg and John H. McGlooin—have been appointed to this five-member committee.

Speakers

Maurice Austin, Walter A. M. Cooper, J. S. Seidman—all of New York City—Practising Law Institute excess-profits tax forum . . . Samuel J. Broad, New York City, Commerce Club of Queens University, Kingston, Ontario; Twin Cities Harvard Business School Association, Minneapolis . . . Percival F. Brundage, New York City, Third Annual Business Outlook Conference sponsored by Los Angeles Chamber of Commerce, California CPA Society, and 12 other organizations.

Earle B. Fowler, Louisville, Kentucky Chapter of American Society of Life Underwriters . . . Thomas J. Green, New York City, general chairman, AIA committee on federal taxation, Credit Policy Commission, American Bankers Association . . . Abraham S. Karasick, New York City, Business and Professional Women's Club of Lynchburg, Va. . . Conrad L. May, El Paso, Texas, Kiwanis Club . . . George C. Roberts, Tacoma, Wash., Rotary Club . . . Joseph G. Terry, Chicago, Arkansas Press Association . . . Kurt A. Welgehausen, San Antonio, Texas, San Antonio Trust Council.

Appointments

Charles H. Dyson of New York City has been named vice president and a director of Burlington Mills Corporation with full responsibility for finan-

cial, administrative, and legal activities. He retains his position as a vice president of its subsidiary, Burlington Mills Corporation of New York.

Lloyd R. Bock, Des Moines, Iowa, president, Des Moines Taxpayers Association . . . Ralph Lee Cohen, Bridgeport, Conn., director of informal education program, Bridgeport YMCA . . . Clyde R. Fry, Norristown, Pa., president, Rotary Club . . . Victor Markwalter, Augusta, Ga., treasurer, Augusta Estate Council—George C. Baird, Augusta, is a director and Louis K. Bell a charter member.

Henry E. Mendes, New York City, chairman of special committee reviewing pension payments to public school teachers in Town of Mamaroneck,



Mr. Mendes

New York, where he lives . . . Nels C. Nelson, Chicago, chairman of NACA conference committee planning thirty-second international cost conference, in Chicago, June 24-27 . . . John B.

Norberg, Los Angeles, general chairman, Southern California Business Show, April 24-27.

In Military Service

Vernon L. Behner, Lubbock, Tex., 2nd Lt., Air Force.

David E. Cohee, Long Beach, Calif., Ensign, SC, USNR.

Jack Gottdenker, Woodbridge, N. J., 1st Lt., Officers Reserve Corps, Anti-Aircraft Artillery.

William B. Petty, Decatur, Ill., Col., USAF. Internal Audits Division, Headquarters Extension Office of the Auditor General of the Air Force, Philadelphia.

J. Eugene Plotka, Birmingham, Ala., Dixie Division, Alabama National Guard.

Gordon C. Stubbs, Cincinnati, Ohio, Lt. Col., USAF. Industrial Audits Division, Headquarters Extension Office of the Auditor General of the Air Force, Philadelphia.

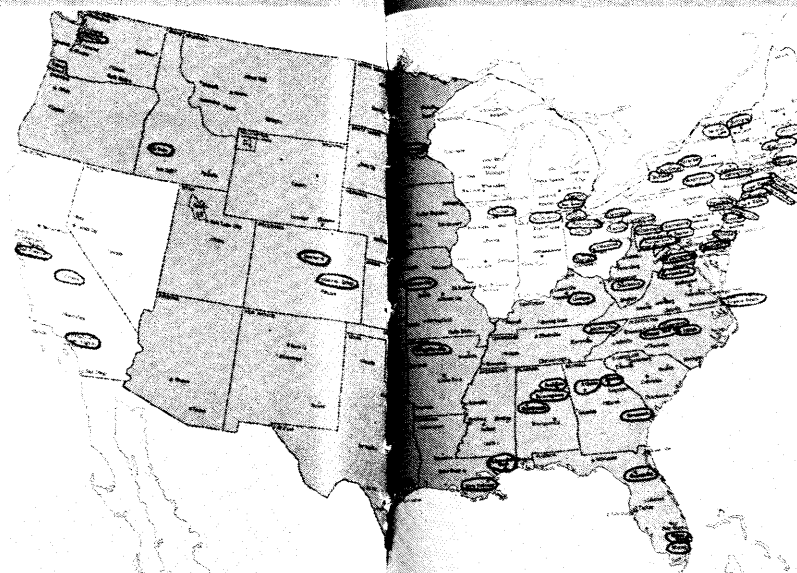
PUBLIC RELATIONS: Variety Keynote of Institute Program



MAGAZINES: Half a million trade press readers have learned of the CPA's service from Institute-sponsored articles.



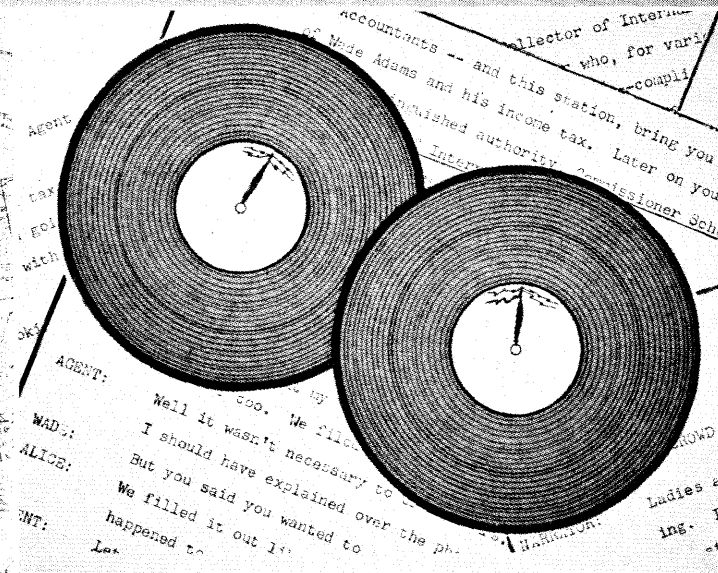
BOOKLETS: Their trade association sent these pamphlets to 15,000 plumbers.



SPEAKERS: Officers and staff visited 4 cities for speaking dates arranged by PR department in 1949-50. Reg Terence areas are shaded.



RELEASES: Stories on new members are among releases issued monthly.



RECORDS: More than 200 radio stations used these tax show last year—this year it'll be more.

What do you want?

Radio shows emphasizing the role of certified public accountants in taxes? An argument in defense of the integrity of the CPA certificate for presentation to a legislature? A speech on the place of the accountant in today's economy for delivery before civic organizations? A pamphlet to interest qualified young men and women in the accounting profession?

Or perhaps a trade-magazine article stressing the practical aid which CPAs can render small business ... a speaker on a technical subject for an accounting conference ... a brochure describing the personnel-testing program?

Or possibly a tabulation of state society dues ... a kit on securing press publicity, handling legislative problems, or managing a speakers' bureau ... an article for banking magazines explaining the significance of Statement 23 ... a memorandum on ways to achieve wider press coverage of CPA exam results ... a newsletter reporting in detail on state society activities?

Or...

But this catalog of services performed by the Institute's public relations department—though still inadequate—has doubtless already established the point: variety is the keynote of the PR program.

The diversity of means, however,

has a unity of purpose. All of the Institute's PR efforts—whether in the form of direct communication with the public or in the form of assistance to members and state societies—have a single fundamental aim. They are designed to promote greater recognition of certified public accountants.

That basic aim is always remembered, but a shift of emphasis occasionally becomes necessary under changing conditions. Last year the PR program had three specific objectives: protection of the position of CPAs in tax practice; maintenance of the integrity of state CPA laws; and expansion of opportunities for individual practitioners by alerting small business to the value of sound accounting. During the current year, more attention is being devoted to defense activities and accounting manpower problems.

Committee Makes Decisions

The policy decisions involved in such a change are made by the public relations committee. For, like all departments of the Institute, the PR staff is guided on policy matters by a committee of members—a seven-man group presently headed by George E. Perrin of Greensboro, N. C. Other members are William M. Black and William B. Franke, both of New York; Robert L. Chestnutt, Chicago; A. Stan-

ley Harmon, Stamford, Conn.; N. Loyall McLaren, San Francisco and Clifton H. Morris, Fort Worth. Once these men have devised the over-all strategy, the staff has the responsibility for its execution.

The variety of means employed to achieve the selected objectives naturally requires an equal diversity of talent—a diversity which exists on the public relations staff. As a group, PR Director Charles E. Noyes and the eight men and women who work with him have had a wide range of experi-

ence. They have edited newspapers, house organs, trade periodicals, a national newsmagazine, and a quarterly covering Congressional affairs. They have served as top information specialists in government, as intelligence officers in the Army, as public relations men for municipal agencies. They have written books on economics and history, motion picture scripts, radio shows and comic strip dialogues. They have been salesmen, housing administrators, draftsmen, actors and pilots. Five of them have master's degrees—in

psychology, public relations, political science, business administration and English. Moreover, on special projects, the staff can rely upon the professional skills in the Stephen Fitzgerald Company, the Institute's public relations counsel.

Some of the staff's work has been suggested in the first paragraphs and in the picture panel at the top of the page. But much of its time is devoted to tasks which cannot be illustrated nor briefly summarized—such tasks as aiding other departments in preparing

material for publication, furnishing PR advice to state societies through correspondence and personal visits, attending plans sessions for regional conferences, issuing press releases on research bulletins, election of officers, Elijah Watt Sells award-winners, testimony by members before Congress, etc.

The chores, indeed, are so numerous that any attempt like this to describe them in 500 words is doomed to fail.

PR Is Your Responsibility

It might be wise, therefore, to end this article at once—and end it, as so many articles begin, with a definition. Public relations was once described in an Institute booklet as "the art of simultaneously deserving and achieving public support." The PR staff can do a great deal, though never all, of the work of *achieving* support; only the members can supply the other vital factor: the *deserving* of support.

Or put another way: public relations, in the long run, is primarily your responsibility. You affect the prestige of the profession every day and in many ways: by what you are, do and say.

And, of course, it must be confessed that this article is itself an example of the PR staff at work—because THE CPA is edited in the PR department.



The Staff at Work. (Left) Conference on public aid to individual practitioner, with (Left to Right) Chairman Robert E. Witschey of individual practitioners committee, Mr. Noy chairman Perrin, Asst. PR Director Lawler, and Mr. Carey. (Right) Department office.



Changes Reported by 23 Firms

Deloitte, Plender, Griffiths & Co. announce that Colin Godfrey Stanbury, ACA, a senior member of the staff in Rio de Janeiro, has been admitted to partnership in the Brazilian firm.

Raymon R. Finch announces dissolution of the partnership of Derrick & Finch and the formation of the partnership of Raymon R. Finch & Co., with temporary offices at 1226 Sumter Street, Columbia, S. C., P. O. Box 12. Other partners are Carl M. Derrick and Lewis C. Crouch.

Daniel Gorsey has formed a partnership with David Ellins and Philip S. Sands under the firm name of Gorsey, Ellins, Sands & Co., with offices at 565 Fifth Avenue, New York 17, N. Y.

Haskins & Sells have entered into partnership with Ford, Rhodes, Williams & Co. and Ford, Rhodes & Harris in Australia under the name of Harris, Horne, Haskins & Sells. The head office is in M. L. C. Building, 44-46 Martin Place, Sydney. Branches are in Adelaide, Brisbane, and Melbourne.

W. A. Hifner, Jr. and Helen H. Fortune, of Lexington, Ky., formerly practicing as Hifner and Fortune, have admitted Rex B. Potter to partnership and changed the firm name to Hifner, Fortune and Potter.

A. F. Hofstad has opened an office at 1119½ Turner Avenue, Superior, Wis.

Lester Herrick and Herrick has merged R. W. E. Cole & Co. with its Los Angeles, Calif., office, at 210 West 7th Street. LeRoy Cole, Los Angeles partner of Lester Herrick and Herrick, will continue as managing director. Richard Cole of R. W. E. Cole & Co. will continue to practice in Alhambra, Calif.

Robert N. Lloyd and Harold S. Hill have formed the partnership of Lloyd and Hill in Harries Building, Dayton, Ohio.

Loeb & Rawl of Boston, Mass., has been dissolved. Benjamin Loeb will continue his practice at 27 State Street, Boston 9.

Joseph G. Motyka has opened an office in the Southern Building, Washington 5, D. C., and dissolved his partnership with Harold S. Roberts.

Robert E. Nelson has opened an office in Columbus Building, Green Bay, Wis.

Pentland, Purvis, Keller & Company of 1701-17 du Pont Building, Miami 32, Fla., have admitted to partnership Allen

Tomlinson, Clayton L. Bullock, William R. Wright, and Kenneth D. Walker.

John W. Poos has opened an office at 2416 Coronado Drive, Great Bend, Kan.

Joseph H. Praetz, Jr. has opened an office at 704 Land Bank Building, Kansas City 6, Mo.

John Beverly Redford has formed a partnership with John Brame Harris, under the name of Redford & Harris, 210 Trust Building, Durham, N. C.

Regardie and Brooks have moved their office to 508 Cafritz Building, 1625 Eye Street, N. W., Washington 6, D. C.

Leonard E. Schenck, Anthony J. Trahan, and Warren S. Goodspeed have formed the partnership of Leonard E. Schenck & Co., 517-18 Carondelet Building, New Orleans 12, La.

Skinner & Hammond have admitted John Harden, Jr., as resident partner of their San Jose, Calif. office at 214 Anglo Bank Building.

Spark, Mann & Company, 60 State Street, Boston 9, Mass., have admitted Lewis M. Foster to partnership.

Stagg, Mather & Hough of 141 Broadway, New York 6, N. Y., have admitted Weldon B. Manwaring as a general partner.

Tanner and Tanner, Morgantown, W. Va., have admitted Stephen D. Tanner to partnership.

E. Earle Tomlins and Tandy S. Matthews have formed the partnership of E. Earle Tomlins & Co., at 614 Kennedy Building, Tulsa 3, Okla.

A. C. Upleger & Co. have moved to their new building at 219 North 8th Street, Waco, Texas.

AIA Tax Broadcasts Reach Larger Audience

Two 15-minute network tax shows, sponsored by the Institute and co-operating state CPA societies, have been tentatively scheduled by 297 American Broadcasting Company stations at 10:45 P.M. (Eastern Standard Time) on March 6 and 13.

At press time, 405 transcriptions of two fifteen-minute Institute tax broadcasts had been distributed to state CPA societies and their chapters.

Look magazine (March 13) and Quick (March 5) contain tax articles prepared with help from the AIA PR staff.

Journal Reprints Article On Qualified Reports

An article explaining the principles and illustrating the application of Statements on Auditing Procedure No. 23, *Clarification of Accountant's Report When Opinion Is Omitted*, will be published in *The Journal of Accountancy* for March.

This text, prepared by the Institute research staff, was approved by the committee on auditing procedure at its December meeting. The committee urges all Institute members to read the *Journal* article. Reprints will be available at a nominal price.

Journal Circulation Passes 60,000 Mark

Circulation of *The Journal of Accountancy* passed 60,000 in January, compared with 55,000 a year ago.

The circulation manager explains that some AIA members will receive promotional material, obviously intended for non-subscribers, because the Institute is not permitted to inspect mailing lists to avoid duplications.

A careful check on results demonstrates that this form of advertising is profitable. Since September 1, 1950, *The Journal* has mailed about 350,000 promotional pieces at a unit cost of less than five cents. They have produced 3916 annual six-dollar subscriptions.

AIA Ready to Help Student Job-Seekers

College students are invited to register with the Institute's personnel reference service which is beginning its second year. This service is not an employment agency but a clearing house which assists college graduates and public accounting firms by collecting and distributing personnel data.

There are two requirements for registration: 1. A student must be scheduled to complete his course, with a major in accounting, before September, 1951. 2. He must have taken the AIA Orientation Test and the Level II Achievement Test.

Accounting Bills Introduced in 18 Legislatures

Forty-two bills affecting the accounting profession have been introduced in 18 state legislatures, according to information received in the past month at the AIA office. Forty-two of the forty-four state legislatures scheduled to hold regular sessions this year have convened.

Regulatory bills sponsored by state CPA societies are before legislatures of Connecticut, Massachusetts, New York, and Oregon. The New York bill is supported by the two PA organizations in the state. In Massachusetts a hearing has been scheduled on a second bill regulating public accounting practice which is sponsored by the Association of Public Accountants.

In Kansas a bill has been introduced which would repeal the present law, create a board of accountancy composed of five CPAs and an advisory council of not more than five faculty members of schools of business or business departments of Kansas institutions of higher learning, incorporate education and experience requirements into the law, and provide for issuance of annual permits to practice as a CPA.

A bill introduced in the Nebraska legislature would abolish the title of CPA in that state.

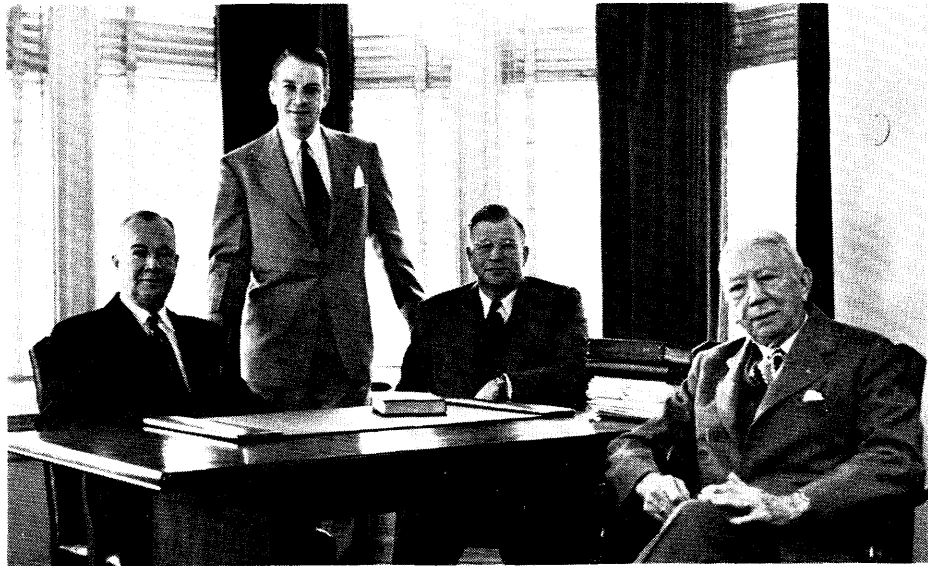
An Idaho bill, passed by the Senate, would permit CPA candidates to satisfy the experience requirement after passing the examination.

In North Dakota a bill increasing the examination fee from \$25 to \$35, and providing for reexamination fees varying with the subject, has passed the Senate.

A bill introduced in Iowa defines the practice of public accounting.

Oklahoma Society's recent poll on regulatory legislation produced 225 mail ballots, representing a substantial proportion of the membership. Of those returning the questionnaire, 125 favor introduction of a regulatory bill in the 1951 legislature; 45 others would approve such a bill if the PAs initiate legislation adverse to the interests of the profession. The Society plans to introduce a bill soon.

The Wyoming Society and the state



THREE GENERATIONS IN DAYTON FIRM (L to R) Gordon S. Battelle, AIA vice president; Gordon K. (his son), a CPA since last August and vice president of Dayton Junior Chamber of Commerce; Don D. (brother of Gordon S.), past president of Dayton Chapter, NACA; L. G. (father of Gordon S. and Don D.), 84, past president of Ohio Society, and president of Dayton Chapter, NACA.

Association of PAs have agreed to defer introduction of a regulatory bill, approved by their legislative committees for joint sponsorship, until the 1953 legislative session.

CPAs Explain EPT

More than 1600 tax practitioners heard five members of New York State Society's committee on federal taxation discuss provisions of the Excess Profits Tax Act of 1950, in New York City, on January 23.

Supplementing its successful tax luncheons for Chicago businessmen last fall, Illinois Society scheduled a second series on "Excess Profits Tax Planning," January 30 and February 6. Tax experts from the Society membership described principal requirements of the new excess-profits tax law. Announcements to business organizations sold out seating capacity—about 650—a week in advance.

Members of Louisiana Society's New Orleans Chapter participated in a panel broadcast on the excess-profits tax, over Station WNOE, December 29.

Pennsylvania Institute distributed a chart illustrating application of pro-

visions of the Excess Profits Tax Act prepared by one of its members, James J. Mahon, Jr.

Vermont Society Pamphlet

A 12-page booklet, *The CPA in Vermont*, explaining to businessmen, farmers, and others how the independent certified public accountant can help them, has just been distributed by the Vermont Society. It was written with assistance from the Institute public relations staff and PR counsel, and is based in part on similar pamphlets prepared in other states.

New York State Society, which published the first of these booklets two years ago, invites other societies to adapt the text for their own use.

Knoxville May End Bidding

The Knoxville City Council, on December 19, authorized Mayor J. W. Elmore, Jr., to appoint a committee to consider selection of an accountant to audit municipal accounts. The Mayor informed the Council that the Tennessee CPA Society had ruled unethical its previous practice of inviting competitive bids.

Applicants Recommended for Admission

The committee on admissions recommends admission of 169 applicants for membership in the Institute—25 who have been accorded credit for having passed examinations acceptable to the committee, and 144 who have passed the uniform examination for the CPA certificate in participating states.

These applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant on the list it should reach the office of the Institute on or before February 28, 1951.

ALABAMA

Florence: Henry J. Jones.

ARKANSAS

Conway: Fred W. Malpica. North Little Rock: Edwin L. Mercing.

CALIFORNIA

Castro Valley: Roland M. Ramsey. Fontana: Ronald G. Hohnsbeen. Long Beach: Walter R. Marshall. Los Angeles: Horace N. Freedman, A. Leroy Frye, Eunice Moseley, Maurice Rogers, Herman C. Smith, Jr., Hamilton B. Wall, Robert E. Wallis, Robert D. Weesner. Oakland: Carl W. Anderson, Robert J. Nolt. Sacramento: Wendell Watts. San Bernardino: Fred A. Heywood, Jr. San Francisco: Francis Burdette Dischler, John C. Lucas, William Newton. Santa Paula: Lowell J. Dodds. Santa Rosa: Edgar H. Holton. Stockton: Robert E. Lee.

COLORADO

Boulder: Vinton S. Curry. Denver: Paul G. McEwen.

CONNECTICUT

Bridgeport: Edward J. Collings, Murray R. Glass. Hartford: Thaddeus H. Laski, Arthur J. Pillier. New Haven: Irving B. Korman. Waterbury: W. Thomas Powell.

DELAWARE

Wilmington: Manfred E. Philip.

DISTRICT OF COLUMBIA

Washington: Seymour S. Abensohn, Laurence W. Acker, Schell Stutzman Hoye.

FLORIDA

Orlando: J. J. Keating.

GEORGIA

Atlanta: William Franklin Carter, Harper H. Harden, Jr.

ILLINOIS

Alton: Guy McCune. Chicago: Robert L. Jorgensen, George L. Philip, William Renberg, Loren D. Sexauer, Jr. Rockford: Everett T. Yust.

IOWA

Davenport: Eugene F. McAllister. Dubuque: Charles A. Fahey.

KANSAS

Hutchinson: L. Floyd Pierce. Wichita: Clifford L. Shields.

KENTUCKY

Louisville: Lewis A. Schloemer.

LOUISIANA

New Orleans: L. A. Kratzberg, Van Sahakian.

MAINE

Bangor: Murray Raben.

MARYLAND

Baltimore: John A. McVeigh, Henry C. Schluttan-hafer.

MASSACHUSETTS

Boston: Cosmo Camoscio, Whitney R. Nolte, David T. Ramsay, Walter E. Shaw, Stephen C. Volpone. Greenfield: William K. Heffner.

MICHIGAN

Dearborn: Donald H. Runck. Detroit: Ben Atlas, Sydney D. Beerbohm, Francis H. Brown, Bruce R. Lockwood. Keith: L. MacDonald, Gerald E. Sundell, Christian R. Wilhelm. Flint: Herbert Carl Foll.

MINNESOTA

Duluth: Thomas E. Davies. St. Paul: Richard W. Edwards.

MISSISSIPPI

Jackson: Jesse Print Matthews, Jr.

MISSOURI

Kansas City: James E. Adams, William L. Olvis, Martin Manuel White. St. Joseph: Donald J. Smith. St. Louis: John G. Bick, Thomas E. Venker.

MONTANA

Sidney: Hu N. Williamson.

NEBRASKA

Hastings: Harry C. Freed.

NEW JERSEY

Lakewood: Morton Deitz. Newark: Milton H. Albert, Ralph E. Hunt, Benjamin Rosenberg. Passaic: Arthur Joseph Werger. Paterson: William J. Ross.

NEW MEXICO

Albuquerque: Stephen E. Watkins.

NEW YORK

Brooklyn: Louis Squitieri. Buffalo: Daniel L. Sprisler. Jamaica: David Shapiro. New York: Victor M. Berger, Andrew Berne, William Bernet, Biagio Gabriel Damiano, Margaret Feiler, Harry J. Frey, Jr., Lester M. Goodman, Jack Greenberg, Charles R. Hervey, Aaron Jacobs, Harold D. Kennedy, Jr., George Koloff, Herbert Bernard Koshar, Harold Leinwand, Frank Mascari, Theodore N. Metzen-dorf, Edwin G. Ross, Phillip Louis Yriart, Elihu Zucker. Rochester: William C. Knauf.

NORTH CAROLINA

Charlotte: E. J. Bamberger.

OHIO

Cincinnati: Marion F. Byers. Cleveland: R. Eugene May, William E. Steiner, George M. Walters, Elmer J. Whiting, Jr. Dayton: Harrison P. Edwards, William Howard Gillespie, Jr., William C. Kercher, John Share, Jr.

OKLAHOMA

Oklahoma City: Erwin Alpern.

OREGON

Portland: Everett E. Cobb, Jr.

PENNSYLVANIA

Burgettstown: Michael Kall. Lancaster: William V. Dorwart, Richard W. Wright. Philadelphia: Charles F. Jones, Edward C. Kane, David E. Longacre, Jr., Roy B. Rieder, Dean B. Seiler, William P. Tait, Jr. Pittsburgh: Lee Frey, Harry G. Geyer, Jr. Reading: George L. Markley.

TENNESSEE

Knoxville: Keith G. Sherrrod. Memphis: Henry Grady Marlow, Jr.

TEXAS

Austin: Everett D. Bohls. Bay City: J. R. Carson. Dallas: Paul L. Barr, Wm. S. Skiles, T. V. Terry. Fort Worth: Wm. H. McKinney. Houston: Alexander Mills Cameron, R. H. Hughes, Joe L. Spivey. Lufkin: Joe Louis Spotten. Waco: Douglas McKinney.

UTAH

Provo: Seth Arvid Dodge, Richard Johns Millward, De Lance W. Squire. Salt Lake City: Claude A. Campbell, Robert William Olpin.

VIRGINIA

Richmond: Alfred C. Junkin, A. J. Munies.

WASHINGTON

Bellingham: John M. Britten, Stanley F. Hull. Seattle: William A. Safstrom. Spokane: George E. King.

WISCONSIN

Appleton: Le Roy W. Seifert. Madison: John L. Okey. Milwaukee: Jack Armaganian, William J. Hardy, Gerald Stecker. Peshtigo: Robert G. Schrank.

ALASKA

Anchorage: A. van Seventer.

HAWAII

Honolulu: Howard K. Hiroki, Duncan Stewart Lennox.

PUERTO RICO

San Juan: Acisclo Vallecillo.

Robert Bayne Dies Member 52 Years

Robert Bayne of Chicago, chartered accountant of Edinburgh, CPA of New York, and member of the Institute and predecessor organizations since 1899, died January 10 as a result of injuries sustained in a fall at his home. He was 81 years old.



Mr. Bayne

Mr. Bayne, son of a professional accountant, was born in Edinburgh, Scotland.

He received a degree from Daniel Stuart's College in that city, served a five-year apprenticeship with a chartered accounting firm, and studied at the University of Edinburgh.

In 1893 he came to the United States and was employed as an accountant by Arizona Copper Mining Company. Later he was associated for many years with CPA firms in New York and Chicago, and became Chief Auditor of The Albert Dickinson Company, Chicago seedsmen.

Margaret M. Breen of Cleveland, Ohio, accountant for the law firm of Garfield, Baldwin, Jamison, Hope & Olrich for the past 17 years, died January 6 after a brief illness. In 1943, she became the second woman in the Cleveland area to pass the state CPA examination and one of the few women certified public accountants in Ohio.

Miss Breen, who was born in Cleveland in 1897, was graduated from Cleveland High School of Commerce, studied evenings at Fenn College and Cleveland College in that city, and completed a correspondence course in accounting. She was an organizer and active member of Cleveland Chapter, American Society of Women Accountants, and had been an AIA member since 1944.

The

The

CPA

The Certified Public Accountant

270 Madison Ave., New York 16, N. Y.

INSTITUTE OFFICERS

PRESIDENT: T. Coleman Andrews

VICE PRESIDENTS: Gordon S. Battelle, Richard C. Mounsey, Frank L. Wilcox, John H. Zebley, Jr.

TREASURER: Harold R. Caffyn, **EXECUTIVE DIRECTOR:** John L. Carey.

The CPA

Match 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

Bar Group Approves Practice Statement

The House of Delegates of the American Bar Association, meeting in Chicago late in February, approved a revised statement of principles relating to the tax practice of lawyers and certified public accountants.

The statement was submitted on behalf of the National Conference of Lawyers and CPAs.

It will now be referred to Council of the American Institute at its meeting at Colorado Springs, May 7-10.

If approved there, it will be published for the information of members of both professions.

Statement 23 Booklet Published by Institute

An article by the Institute research staff on Auditing Statement No. 23, published in *The Journal of Accountancy* for March, has been reprinted in pamphlet form.

The new article, entitled "The CPA's Opinion—A Discussion of the Standards of Reporting on Financial Statements," has been approved by the committee on auditing procedure.

Copies are available at a cost price of 10 cents each, with 10 per cent discount on quantities of ten or more.

Note These Important Dates

The 1951 annual meeting is scheduled October 8-10 at the Chalfonte-Haddon Hall Hotel in Atlantic City, N. J. Earlier plans to hold the meeting in Washington, D. C., were changed because of the national emergency.

Defense Committee Enlarged

President T. Coleman Andrews has expanded the nine-member defense committee, appointed last August, into a 31-member group divided into six subcommittees.

This action, recommended by the executive committee at its meeting on January 23, will permit the Institute to cope with a wide range of special accounting problems resulting from the national emergency more efficiently.

Roster of the enlarged committee:

General Chairman: J. Harold Stewart, Massachusetts.

Members: Thomas J. Green, as

chairman of the committee on federal taxation, New York; Harry E. Howell, as adviser to the Munitions Board, New York.

Subcommittee on Manpower: William M. Black, chairman, New York; Thomas D. Flynn, New York; Frank S. Glendening, Pennsylvania; Edward B. Wilcox, Illinois; Andrew Stewart, New York.

Subcommittee on Renegotiation: Leslie Mills, chairman, New York; Garrett T. Burns, New York; J. S. Seidman, New York; N. Loyall McLaren, California; T. Dwight Williams, Oklahoma.

Subcommittee on Procurement Auditing: John W. McEachren, chairman, Michigan; Paul Grady, New York; Karl R. Zimmerman, New York; Ralph B. Stratford, Oregon; R. Warner Ring, Florida.

Subcommittee on Cost Principles: Alvin R. Jennings, chairman, New York; Maurice E. Peloubet, New York; Clinton W. Bennett, Massachusetts; H. T. McAnly, Ohio; Hatcher A. Pickens, Texas.

Subcommittee on Price and Wage Control: John H. Zebley, Jr., Pennsylvania; Russell C. Harrington, Rhode Island; J. William Hope, Connecticut; Louis M. Kessler, Illinois; Martin L. Black, Jr., North Carolina.

Subcommittee on Termination: George D. Bailey, chairman, Michigan; John B. Inglis, New York; C. Oliver Wellington, New York.

In the past month staff members have discussed current defense activities, of special interest to accountants, with representatives of several Government agencies.

Seventeen state CPA societies have notified the Institute that they have formed defense committees to consider state and local problems resulting from the national mobilization program.

AIA Phone Operator On the Job 25 Years

On February 13, when telephone operator Mary A. Heitzmann hung up her headphone for the night, she finished 25 years on a job which has given



She seldom forgets a voice.

her a speaking acquaintance with thousands of AIA members.

Mrs. Heitzmann joined the staff when there were 1,800 Institute members, and 20 employees under the supervision of the late A. P. Richardson. Today's totals are 17,000 and 100. Then 16 phones were connected with the switchboard. Now there are 67.

Although she receives hundreds of calls every day, Mrs. Heitzmann seldom forgets a voice.

Millions Read and Hear Institute's Tax Message

Literally millions of Americans in the last few weeks have received income-tax information emphasizing the special qualifications of certified public accountants in tax matters.

These messages, prepared by or with the assistance of the Institute, have been carried by magazines, farm journals, company house-organs, trade press, radio and television.

Much of the material was prepared by the AIA public relations department and public relations counsel, and in other cases the Institute has furnished technical assistance.

Radio

The two fifteen-minute radio transcriptions prepared by the Institute were sent originally to 171 officials of state societies and chapters; 250 additional orders have been received, making a total of 421.

While reports are still incomplete, word had been received by March 1 that the two shows had already been used in 29 states, and on 195 radio stations. The final total will evidently be considerably larger.

The American Broadcasting Company, at the suggestion and with the assistance of the Institute, offered two

special fifteen-minute shows to the 297 stations in its network on March 6 and 13 at 10:45 P.M. (EST).

Scripts for both the transcriptions and the ABC shows were written by Roy Kammerman, a free-lance writer who has prepared a considerable amount of trade-press and other material for the American Institute during the last year.

Magazines

Using the material collected for the radio broadcasts, Mr. Kammerman also prepared a signed article which appeared in *Look* magazine (circulation three million) in the issue which went on sale February 27. While this article was not sponsored by the Institute, it contained three references to CPAs as tax experts. One of them reads:

"Typical of the problems of thousands of ordinary citizens who last year paid higher taxes than necessary are the following examples. These tax errors have been analyzed with the help of some of the country's leading CPAs, many of whom specialize in tax accounting..."

In promotion arranged by *Look* magazine, Mr. Kammerman appeared on Barbara Welles' TV show and on two Mutual network programs. On all

three occasions, he gave credit to certified public accountants as the source of his information about taxes.

House Organs

An article containing eight helpful *hints for income* taxpayers was sent out the first of the year to the editors of house organs published by companies throughout the country for the benefit of their employees. Up to press time, 85 copies of such publications containing these tax hints had been received at the Institute office. Each article contains a credit line saying that the material was furnished by the American Institute of Accountants, national professional society of certified public accountants.

Among the company publications using this material were those of ALCOA, Armour & Company, Ford Motor Company, DuPont, General Motors, International Business Machines—and the St. Louis Police Department. Several editors, including one for Johnson & Johnson, illustrated the article with photographs of harassed taxpayers.

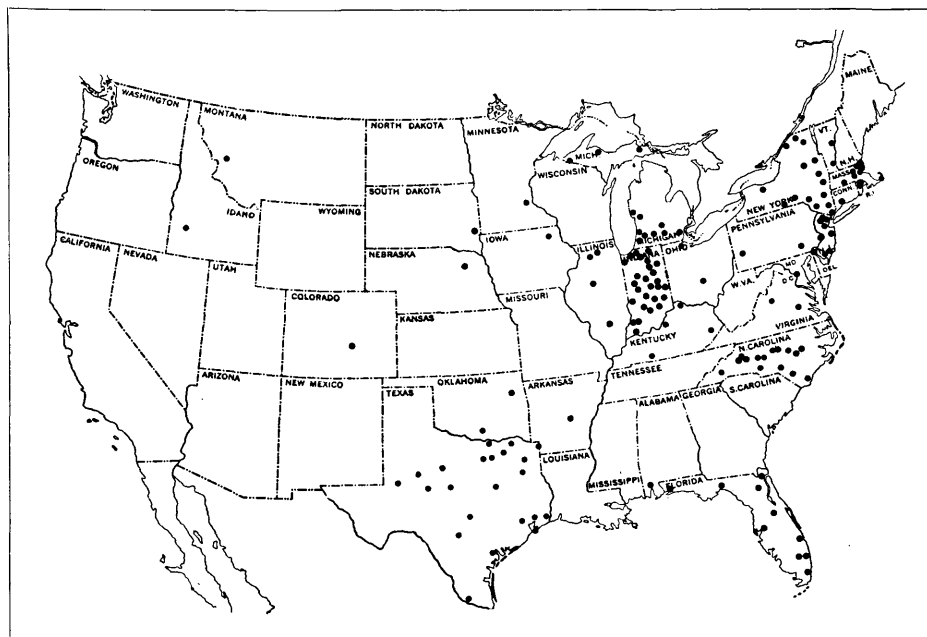
One editor wrote: "... We seldom use outside material in our publication; but your article fitted in so well with our employees' interest that we did use it. I think it is the most timely article I have ever received..."

Farm Journals and Trade Press

Another AIA-sponsored tax story, citing CPAs as authoritative guides on tax problems, has appeared in a dozen farm journals, with a combined circulation of more than a million.

The value of tax advice from CPAs is also stressed in the articles which have now appeared in more than 25 trade magazines, with a readership in excess of half a million.

Since all this material—radio, magazine and press—is presented as a public service without cost to the Institute except for its preparation, it does not directly advertise the services of certified public accountants. It does, however, identify the CPA in the public mind with tax practice, and makes more and more citizens aware of what CPAs are and what they do.



Every dot on the above map—149 of them in 29 states—represents a city where, according to early reports, the Institute's tax recordings have been broadcast.

They Will Be Hosts to Accountants from Six States



General Chairman William R. Reader (left) and Technical Sessions Chairman Edward H. Heilman, Jr., both of Hartford, check program for the conference.

Plans Set for New England Conference; Three Others to Be Held This Spring

The 1951 regional-conference season will start with the New England Accounting Conference at Hotel Bond, in Hartford, on April 19-20. The Connecticut Society will be host to CPAs from all the New England States.

Speakers who have already accepted invitations include AIA President T. Coleman Andrews; Maurice Austin, vice chairman of the Institute's federal tax committee and head of its subcommittee on tax administration; Executive Director John L. Carey; Research Director Carman G. Blough; and W. W. Johnston, CPA, Springfield, Massachusetts.

Three other regional accounting conferences are scheduled later:

Middle Atlantic States Accounting Conference, in Baltimore, May 24-26. Maryland Association of CPAs, observing its 50th anniversary, will be host to CPA societies of Delaware, District of Columbia, North Carolina, South Carolina, Virginia and West Virginia.

Southern States Accountants Conference, Tulsa, June 2-6. Roy F. Godfrey of Tulsa is general chairman; T.

Dwight Williams of Oklahoma City, program chairman. General theme is "Role of the CPA in Our Defense Economy." Oklahoma Society members will be joined by CPAs from Alabama, Arkansas, Florida, Georgia, Kentucky, Louisiana, Mississippi, Tennessee and Texas.

Northwest Accounting Conference sponsored by CPA societies of Oregon and Washington, Portland, June 14-16.

SEC Requests Comments On Change in Form S-1

Members of AIA committees on accounting and auditing procedure have been invited to submit comments on a suggested revision of SEC Form S-1.

This proposal would permit more informal presentation of the statement of financial position and other financial data in the prospectus. For details see SEC Release No. 3406, Securities Act of 1933, January 25, 1951.

Institute committee members are expected to express their views individually to the Commission.

Bureau Eases Rules On Tax Extensions

The Bureau of Internal Revenue has relaxed its rules on extensions of time for filing corporate and excess-profits tax returns.

The new procedures were announced after a number of conferences between officials of the Bureau and members of the American Institute committee on federal taxation.

An accountant or agent enrolled to practice before the Treasury Department may now request, over his own signature, an extension on the returns of any of his clients. Collectors can grant such a request even though a power of attorney has not been filed as specified in previous requirements.

Chairman Thomas J. Green of the AIA tax committee discussed this change in Bureau policy, on February 24, in a letter to public accounting firms and practitioners represented in the Institute membership.

Committee to Consider Practitioners' Problems

The advisory committee of individual practitioners will meet in New York, March 30, according to an announcement from Chairman Robert E. Witschey.

The agenda will include a review of such defense matters as the engagement of women in the event of manpower shortages; a discussion of the Institute's public relations program with particular reference to projects designed to promote opportunities for individual practitioners; and reports on the proposed CPA handbook, the AIA's educational campaign on Statement No. 23, and other technical developments.

Loan Association Audits Outlined in New Booklet

A new booklet outlining in detail the audit of savings and loan associations was published this month by the Institute.

It is a revision of an AIA booklet published ten years ago.

Single copies will be sold at a cost price of 50 cents, with discounts granted to students and on larger quantities.

McCormick of SEC Heads N. Y. Curb

SEC Commissioner Edward T. McCormick of Washington, D. C., a member of the American Institute, has resigned to become president of the New York Curb Exchange.

He will take over his new \$40,000-a-year post officially on April 1.

Mr. McCormick succeeds James Adams Truslow as head of the second largest stock and bond market in the United States.

The 40-year-old Commissioner was born in Tucson, Arizona, where he earned money for college with a newspaper route. He holds a Bachelor of Science degree from the University of Arizona, a Master of Science degree from the University of California, and a Doctor of Philosophy degree from Duke University. He also attended Northwestern University and obtained his CPA certificate in Illinois.

He has long been active in promoting wider public knowledge of modern finance and business. He is the author of a popular book, *Understanding the*



Edward T. McCormick
No. 1 Man of the No. 2 Market

Securities Act and the SEC, and last fall he was one of the principal speakers at the American Institute's annual meeting in Boston.

Report Shows Value Of Personnel Tests

Is there any relationship between high scores in accounting tests sponsored by the AIA committee on selection of personnel and success in public accounting?

The committee's project office recently explored this question and reported the following conclusions:

1. Correlations between test scores and ratings of job performance are generally positive and, although not high, of statistical significance.
2. Discrepancies between test scores and job ratings are frequent enough to indicate that employment or promotion decisions cannot be made accurately on the basis of test results alone.

These conclusions tend to support the testing program as a valuable aid in evaluating prospective or present employees, but other data are needed to gauge factors not measured by the accounting tests — personality, organizational capacity, tact, drive.

Services and Publications for Members

NOTE: This partial list of services and publications, revised and reprinted from time to time, is published as a reminder to AIA members. A new folder and order blank, describing briefly all publications of the Institute and the Publishing Company now in print, accompanied *The CPA* for February. Additional copies are available.

A single copy of most AIA publications is sent free to all members; there is a small charge for additional copies. This list, of course, does not cover such general services as legislative activities, public relations, preparation and grading of CPA exams, speakers' bureau, technical studies, etc.

The Library. The Institute's collection of accounting literature now includes more than 12,000 books and 29,000 pamphlets. Only members are permitted to withdraw material—in person or by mail.

Technical Information Service. Organized by the research department, the Service answers written questions on technical accounting, auditing, and related problems. Tax questions cannot be answered at present.

Pattern Speeches. Three talks, prepared by the public relations department for delivery before non-technical audiences. Titles: Business and Public Opin-

ion, What Accounting Means to You, What Is Income? Available on request.

The Journal of Accountancy. Authoritative monthly journal of the accounting profession. (\$6 a year to non-members)

The CPA. A monthly news bulletin. (available only to members)

Accounting Research Bulletins and Statements on Auditing Procedure. Technical pronouncements in the form of research bulletins and statements, summarizing results of studies by the committees on auditing and accounting procedure.

Case Studies in Auditing Procedure and Case Studies in Internal Control. Case studies intended to illustrate actual application of auditing procedures, prepared by the committee on auditing procedure.

Annual Meeting Proceedings. Complete text of all technical papers presented at the Institute annual meetings.

Annual Reports and Reports to Council. Complete text of committee reports presented at annual meetings, and at midyear meetings of Institute Council.

List of Members. Alphabetical and geographical directory of members revised every two years.

Current Pamphlets:

Audits by Certified Public Accountants. A research department pamphlet explaining the functions of the independent CPA in the conduct of an audit.

Small Business Has Big Problems. A pamphlet outlining and illustrating typical problems which CPAs can help the small businessman to solve.

Why CPA Standards Are Important to You. A question-and-answer leaflet about CPAs and their professional standards.

A Career in Public Accounting. A public relations pamphlet for high school students and college freshmen who have not yet chosen their vocation.

The CPA Examination: Gateway to a Profession. A booklet about the CPA examination intended for advanced accounting students and candidates for the examination.

The CPA's Opinion — A Discussion of the Standards of Reporting on Financial Statements. A booklet reprinting an article on Auditing Statement No. 23 published in *The Journal of Accountancy* for March, 1951 (10 cents a copy).

Six Press Associations Hear Joseph Terry

Joseph G. Terry of Chicago addressed six state press associations on newspaper costs and operations between January 5-February 3: Arkansas, Tennessee, Michigan, Texas, Maryland, Wisconsin.

Michael D. Bachrach of Pittsburgh, Pa., discussed "Financial Statements of Small Corporations" at the 1951 Tax and Estate Seminar sponsored by Boston Chapter, Chartered Life Underwriters.

Frederick Banks, past president of New Jersey Society, lectured at Rutgers University, January 17, on "Cooperation between New Jersey Society and Institutions of Higher Learning."

Robert L. Dickson, controller of Walter Kidde & Co., Inc., Belleville, N. J., was a discussion leader at American Management Association's recent "briefing session" on war-contract renegotiation.

Thomas J. Green of New York City, chairman of AIA committee on federal taxation, addressed the National Credit Conference of the Credit Policy Commission, American Bankers Association, in Chicago.

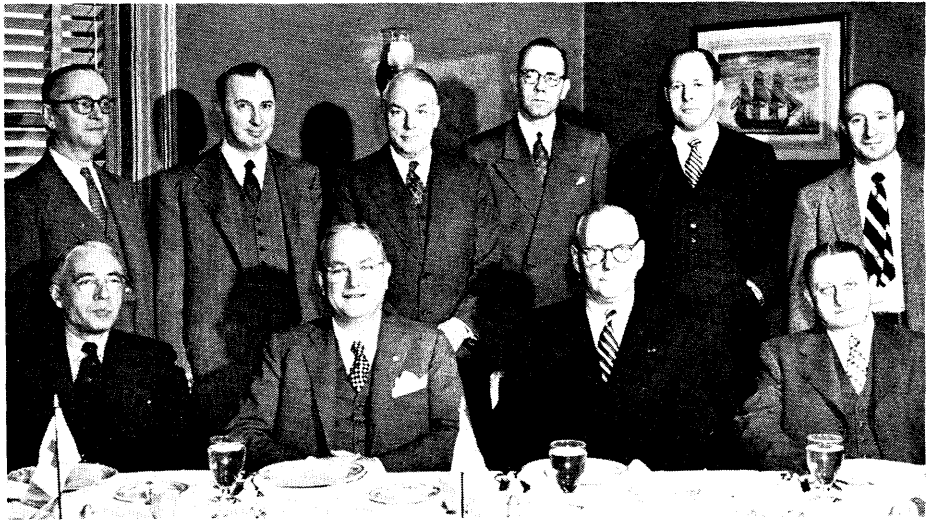
J. William Hope of Bridgeport, Conn., testified before the House Ways and Means Committee on proposed federal tax legislation, February 23. He represented the Connecticut Chamber of Commerce.

Other speakers: Ben F. Irby, San Antonio, Texas Chapter of American Trucking Association . . . Clyde D. Powell, San Diego, Calif., Southern District Business and Professional Women's Clubs.

Authors of Magazine Articles

Kermit J. Berylson, New York City, "The CPA as a Source of Credit Data Verification," *Credit & Financial Management*, January . . . Joseph R. Hock, Peoria, Ill., "Original Cost vs. Market Value as a Basis for Depreciation," *Dun's Review*, December . . . Ira Rubel, Chicago, "Protect Your Advertising Agency from Employee Error or Fraud by Internal Controls," *Printers' Ink*, February 2.

F. E. Seidman, Grand Rapids, Mich.



CPA LEADERS IN NEW YORK RED CROSS FUND DRIVE. Seated (L to R): Percival F. Brundage, John S. Sinclair, Red Cross executive, Chairman Andrew Stewart, Saul Levy. Standing (L to R): Frank Ritchings, Red Cross executive, John W. Queenan, H. R. Campbell, W. D. Sprague, J. Kenneth Hoffman, and John J. Deering.

.. "How Borrowing May Reduce Excess-Profits Tax Levy." *The Commercial and Financial Chronicle*, February 15 . . . George L. Weisbard, Chicago, "Current Tax Problems of Banks—Some Considerations in Minimizing Tax Liabilities," *American Banker*, January 31.

New Jobs and Promotions

Dr. Harry E. Boord, controller, Washington and Jefferson College, Washington, Pa....Charles H. Draper, Houston, Texas, director of The Houston Post Company . . . Richard L. Federman, Minneapolis, vice president, Northwest Bancorporation. . . John J. Gannon, Houston, Texas, director, Alameda State Bank . . . James F. Lillis, Detroit, comptroller, Burroughs Adding Machine Company.

James A. Marohn, New York City, vice president and treasurer, Noma Electric Corporation . . . Russell M. Riggins, Houston, Texas, president and treasurer of McCarthy Chemical Corp. and New Ulm Corp. . . . John J. Sellers, Philadelphia, treasurer, New River and Pocahontas Consolidated Coal Company... Thomas Snelham,

Detroit, Comptroller, Hiram-Walker Gooderham and Worts, Ltd.

Appointments and Elections

Saul Silverstein of Glens Falls New York, has been appointed to the local three-member Emergency Stabilization Cooperation Committee. This committee will assist regional and district Offices of Price Stabilization to promote observance of price-control regulations.

Alfred R. Bachrach, New York City trustee of Montefiore Hospital.. Leon Krantzohr, Newark, New Jersey, trustee of Kessler Institute for Rehabilitation . . . James E. McNally, Jamesville, Wis., assistant secretary - treasurer Janesville Industrial Development Corporation . . . Henry E. Mendes New York City, chairman of Accountants Division of Legal Aid Society fund-raising campaign.

Merrill C. Patten, Greenville, S. C. president, board of trustees, Greater Greenville Community Chest . . . Lee C. Shepard, St. Petersburg, Fla., member of municipal wage-increase committee . . . Joe I. Staggs, Port Arthur, Texas, auditor of Port Arthur District Boy Scouts finance campaign.

Record-Breaking Crowds Attend EPT Meetings

CPA societies throughout the nation have arranged special programs to acquaint members with the Excess-Profits Tax Act of 1950 before the March 15 deadline. Several of these meetings, held when most accountants were under a peak workload, attracted record-breaking attendance. In addition to those mentioned last month, they include:

California's Los Angeles Chapter—all-day "institute" in the Ambassador Hotel on Saturday, February 24.

Massachusetts—one-day seminar, in Boston, February 17.

New Jersey—all-day clinic in Newark, February 17.

Texas—four Houston meetings conducted jointly with Controllers Institute, NACA, and Institute of Internal Auditors on January 29 and February 5, 12, 19.

Ohio's Dayton Chapter — special meeting February 20 to continue EPT discussion initiated at earlier session.

Wisconsin—EPT clinic at Marquette University, Milwaukee, February 7.

Georgia—meeting in Columbus, February 8.

Kentucky Starts Intern Plan

Kentucky Society and the University of Louisville have introduced an experimental internship program permitting seven third and fourth-year accounting majors to accept full-time employment with cooperating CPA firms during February and March.

Students will receive college credit for two months' full-time employment. The Society's educational committee is considering expansion of the internship program next year.

Societies Explain Pending Bills

To acquaint members with the regulatory accounting bill it is sponsoring, New York Society recently sent them the following items:

Folder explaining reasons for regulation and purpose of the proposed legislation; copy of the bill; 1951 State Legislative Directory; reply card for requesting names of legislators repre-

senting the area where a member lives or is employed.

Florida Institute sent its members a draft of amendments to the state accountancy law, proposed by the society for introduction in the 1951 legislature, and background information to assist them in talking with legislators.

Student Authors Sought

The New York Certified Public Accountant is conducting a contest for accounting and auditing articles. Senior and graduate students majoring in accounting in New York colleges are eligible to compete. Top prizes are \$100 and \$50 in cash.

U. S. Officials Address CPAs

DC Institute members, at their February meeting, learned about recent improvements in Government accounting from Edward F. Bartelt, Fiscal As-

sistant Secretary of the Treasury; Charles B. Stauffacher, Executive Assistant Director, Bureau of the Budget; and Frank H. Weitzel, Assistant to the Comptroller General.

Tax Aid Given Small Firms

Personnel managers and other representatives of small businesses attended a tax clinic sponsored by Florida Institute, with the cooperation of Miami and Dade County Chambers of Commerce, on January 24. CPAs explained how to help employees who ask questions about making out their individual income-tax returns. Miami Chamber of Commerce wants to repeat the program next year.

Maryland Greets New CPAs

New Maryland CPAs met leaders in state government and the accounting profession at Maryland Association's dinner, in Baltimore, February 27. Guests included Maryland's Governor McKeldin, Attorney General Hammond, and AIA Executive Director Carey. Maurice H. Stans of Chicago, former Institute vice president, was the principal speaker.

California Issues PR Booklet

California Society recently published a 16-page pamphlet entitled *About a Profession—Its People and the Public Interest*, prepared under the auspices of its public information committee.

Odds and Ends

A member of California Society's Fresno Chapter, who prefers to remain anonymous, has established a \$5000 scholarship fund for accounting majors at Fresno State College ... In paid newspaper advertisements, Colorado Society's Colorado Springs Chapter offers to send accounting booklets to readers on request... Louisiana's Baton Rouge Chapter is making a survey of accounting fees... District of Columbia Institute's committee on professional ethics is considering publication of a guide on charges by practitioners.

Kane Succeeds Dohr As Handbook Editor

Robert L. Kane, Jr., educational director of the American Institute, has been named editor of the *CPA Handbook*. His appointment was made by the committee on the Handbook, of which Maurice H. Stans is chairman, at its meeting late in January.



Mr. Kane

Mr. Kane succeeds James L. Dohr, professor of accounting at Columbia University, who recently withdrew from this assignment because of heavy academic and professional obligations. He will be assisted by the handbook committee, contributing authors, and the Institute research staff.

The *CPA Handbook*, intended primarily for smaller public accounting firms and individual practitioners, is scheduled for publication in 1952.

Dr. O'Reilly Dies, Teacher at Fordham

Dr. Hugh S. O'Reilly of New York City, Head of the Department of Accounting at Fordham University, died



Dr. O'Reilly

February 16 at the age of 58 following a heart attack. He was one of the founders of the Fordham School of Business and its Vice-Dean from 1937 until that position was discontinued five years later.

In 1941, Fordham presented Dr. O'Reilly the Bene Merenti Medal in recognition of his first 20 years on the University faculty. Previously he had received three academic degrees: Bachelor of Commercial Science from New York University in 1918, Master of Arts from Fordham in 1931, and Doctor of Philosophy from Fordham in 1933.

During World War I, he interrupted his undergraduate work to serve as an Assistant Cost Inspector, with the rank of Lieutenant, in the U. S. Navy.

Dr. O'Reilly, a native of New York City, was a leader in local, state and national accounting organizations—a founder and past president of the Catholic Accountants Guild of Brooklyn; member of the New York State CPA Society, American Accounting Association, and NACA; and, since 1927, a member of the American Institute.

In 1948 the Regents of the State of New York appointed him a member of their Council on Accountancy. He had been engaged in public accounting practice for a number of years with the firm of McArdle & McArdle in New York City.

Howard E. Jackson of Richmond, Va., an AIA member since 1940, died February 12 at the age of 63 following an illness of several months. Mr. Jackson was born in Port Ewen, New York, but had lived in Virginia for more than 30 years.

He was formerly a partner in the CPA firm of Shepherd, Jackson & Company, and had been associated with the Richmond offices of Ernst & Ernst and A. M. Pullen & Co., and with A. Lee Rawlings & Co. in Norfolk. At the time of his death, he practiced public accounting in Richmond under his own name.

Members Up 2,000 in Year

Institute membership passed the 17,000 mark last month. It was about 15,000 a year ago.

CPA Exam: May 16-18

The spring uniform CPA examination, prepared by the Institute and offered by state boards of accountancy, will be held on the following dates:

Accounting Practice, Part I—Wednesday, May 16 (1:30 to 6 PM).

Theory of Accounts — Thursday, May 17 (9 AM to 12:30 PM).

Accounting Practice, Part II—Thursday, May 17 (1:30 to 6 PM).

Commercial Law—Friday, May 18 (9 AM to 12:30 PM).

Auditing — Friday, May 18 (1:30 to 5 PM).

The fall examination is set for November 7-9.

Panama to Providence With Officers, Staff

President T. Coleman Andrews, recently appointed to the Panama Railroad Company board of directors, attended a series of board meetings in Panama last month. He has been named by Gov. Francis K. Newcomer of the Canal Zone on a three-member committee to make important decisions relating to establishment of the new Panama Canal Company.

On January 23, President Andrews addressed the annual service-award banquet of the Petersburg, Va., Junior Chamber of Commerce. He was also one of the judges who selected the best municipal financial reports for 1950 in the first annual-report contest conducted by the magazine, *Governmental News*.

Executive Director John L. Carey discussed "Advantages of the Accounting Profession" at a vocational guidance program sponsored by Southern High School in Baltimore, Md., March 15. His remarks were recorded and will be broadcast by Baltimore's Radio Station WFBR on April 1.

Educational Director Robert L. Kane, Jr., addressed successful candidates in the November, 1950, exam at Rhode Island Society's meeting in Providence, February 20.

Legislatures Study Seventeen New Bills

Seventeen new bills affecting the accounting profession were introduced last month in state legislatures—bringing the total of pending measures to 59.

Forty of the 42 legislatures which convened this year remain in session.

The state society-sponsored regulatory bills in Connecticut, Massachusetts and Oregon are in committee.

The New York regulatory bill was reported favorably by the Senate Finance Committee with amendments. The amended version extends the date for filing applications for PA enrollment from July 1, 1951, to Jan. 1, 1952; prohibits the practice of public accounting by unregistered persons after June 30, 1952, instead of Dec. 31, 1951; and provides for directories of registered persons containing a request that all unlisted persons or firms holding themselves out as CPAs or PAs be reported to the state.

Several of the bills relate to veterans and servicemen. California bills would grant them additional time for gaining the required education or experience for registration as PAs and provide for reinstatement, without examination or penalty, of licenses expiring during military service. An Indiana bill would offer similar privileges to veterans.

The Idaho bill to permit CPA candidates to satisfy the experience requirement after the exam has been enacted into law. Three other measures boosting reexamination, renewal and reciprocal certificate fees have been adopted by the Idaho House of Representatives. The Indiana legislature is also considering a bill to raise fees.

Two accountancy bills are now under consideration by committees of the West Virginia legislature. One would exempt veterans from the present experience requirements. Another would provide for issuance of PA certificates, without examination, to anyone who applies within a year of the effective date and who, at the effective date, is actually engaged in public accounting as a senior accountant or equivalent. Future applicants would have to take a test and fulfill experience and education requirements. The West Virginia law does not now contain any provision for registration of public accountants.

Applicants Recommended for Admission

The committee on admissions recommends admission of 155 applicants for membership in the Institute—22 who have been accorded credit for having passed examinations acceptable to the committee, and 133 who have passed the uniform examination for the CPA certificate in participating states.

These applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant on the list, it should reach the office of the Institute on or before March 31, 1951.

ARIZONA

Phoenix: **Bernard R. McMorris.**

ARKANSAS

Little Rock: **Edgar Ray Kemp, Jr.**

CALIFORNIA

Fresno: **Dillon J. Gnagy.** Los Angeles: **Joseph Abraham, James B. Charlton, James F. Falls, Jr., Robert John Gress, Murray Nagdimon, Phillip J. Wolfson.** Redwood City: **Joseph James Dematteis.** Sacramento: **Merrell W. Skeels.** San Bernardino: **Stanley R. Brekhuis.** San Francisco: **Irving Morris, Jr., Kenneth F. Sullivan.** Santa Barbara: **Robert B. Jackson.** Santa Rosa: **Donald Kaplan.**

CONNECTICUT

Hartford: **Merwin S. Orenstein, R. Reuben Rapoport.** South Norwalk: **Daniel Meister.**

DISTRICT OF COLUMBIA

Washington: **Max Frank, Perry Winston.**

FLORIDA

Panama City: **Harold C. Pope.**

GEORGIA

Athens: **Leonidas Edwin Rice.**

IDAHO

Idaho Falls: **Richard E. Romack.** Wallace: **Harry F. Magnuson.**

ILLINOIS

Chicago: **Lynn W. Frayn, Walter J. Hartmann, Benjamin Kapp, Edward A. McNally, Robert E. Miller, Harold B. Minkus, M. A. Reinstein, William J. Roby, Milton John Schober, Helmut Strauss, David Campbell White.**

INDIANA

Evansville: **Robert J. Scheitlin.** Indianapolis: **Paul R. Cannon, Jr.** South Bend: **Frederick Radcliffe.**

KANSAS

Kansas City: **Robert S. Mueller.** Wichita: **Earl R. Coder, Carl Marvin Peterson.**

KENTUCKY

Louisville: **F. C. Schneider, Jr.**

LOUISIANA

Baton Rouge: **A. L. Postlethwaite, Jr., Julius W. Powe, Marvin Tummins.** Lafayette: **Eugene H. Darnall.** New Orleans: **Lewis A. Giraud.**

MARYLAND

Baltimore: **Howard O. Buffington, Jr., Woodrow W. Rill.** Hagerstown: **Arthur M. Moats.**

MASSACHUSETTS

Attleboro: **Earl R. Holden.** Boston: **Bertrand Polack, Samuel Rosen, Jack Rosenfield, Theodore F. Tucker, Joseph L. Weider.** Fall River: **Michael J. Regan.** Holyoke: **Matthew Thomas Doherty, Jr.**

MICHIGAN

Detroit: **Henry N. Carlbach, Joseph B. Colten, Owen H. Murphy, Arthur Ernest Pufford.** Kalamazoo: **William M. Blower.** Mt. Pleasant: **Arthur E. Skeats.**

MISSOURI

Kansas City: **Dwight L. Knief, George H. Trock.** St. Louis: **James J. McIntyre, Joseph Francis Nowak, James A. Sullivan.**

NEVADA

Henderson: **David G. Malcolm.**

NEW JERSEY

Camden: **Irwin Goller.** Jersey City: **Theodore Doll, Jr.** Long Branch: **Harold Lewis Arm.** Newark: **John Barr, Jr., Edward Ehrenkrantz, Peter Elder, Louis A. Goldstein.** Orange: **Samuel M. D'Amato.**

NEW YORK

Brooklyn: **Ruth R. Shapiro.** Long Island City: **Donald George McKay.** New York: **Russell G. Carr, Herbert R. Degnan, William R. Ehlert, Bernard I. Forester, Marcus Fox, Alexander Goldberg, George J. Holtman, Austin Gerard Jones, Herbert E. Larson, Milton S. Lennard, Morton S. Lisser, Seymour Reich, Irving Schoolman, Fred John Sengstacke, William Douglas Sprague, David Surwit, Leo Arthur Tallering, Irving H. Witt.** Oneida: **Carlton C. Shay.** Rockaway Beach: **Benjamin Wassner.** Syracuse: **Harry W. Davies.**

OHIO

Canton: **Richard A. Gulling.** Cincinnati: **Meredith F. Jones.** Cleveland: **Richard J. Selby.** Columbus: **John B. Deinhardt, Edwin M. Sarrey.** Geneva: **George S. Deal.** Toledo: **Nathan J. Schwartz.** Willoughby: **Alex B. Bourquard.**

OKLAHOMA

Altus: **Scott Quigley.** Duncan: **Cecil C. Conner.** Tulsa: **Arthur G. Gillum.**

OREGON

Baker: **Carroll Mitchell.** Portland: **Harold O. Brevig.**

PENNSYLVANIA

Clearfield: **Russell A. Jackson.** Erie: **William A. Crawford.** Philadelphia: **Samuel Aronson, John Kenneth Stuart Arthur, Harry S. Elkins, Jerome Feldman, Abraham B. Solow, David Sugarman.** Pittsburgh: **Elbert L. Smith.** State College: **Gerald Kenneth Nelson.**

TENNESSEE

Memphis: **J. Jay Beatley.** Nashville: **W. Loyd Smith, Jr.**

TEXAS

Austin: **V. Leon Austin.** Corpus Christi: **Lloyd W. Krumrey.** Dallas: **Bert V. Dooley, Joe Ratner.** Fort Worth: **Henry T. Fair, Jr., Wallace C. Jay, Jr., H. Lee Smith.** Houston: **Lloyd F. Armstrong, John Edmund Bixby, Jr., James F. Hull, Herbert Franklin Moffitt, Marion W. Sprague.** Pampa: **R. H. Nensiel.**

VIRGINIA

Covington: **James E. Gardner.** Newport News: **Jerry M. Colvin, Jr.** Richmond: **Robert J. Lechner.**

WASHINGTON

Seattle: **Douglas H. Cairns, Robert H. Falconer, Donald E. Hilliard, Leonard C. Hutchinson, Roy Harrison Webster.** Spokane: **G. David Jones.**

WISCONSIN

Madison: **Harold DeBaun, Ralph N. Lazar.**

WYOMING

Cody: **William Franklin Rothrock.**

UTAH

Provo: **Glen A. Gardner.**

HAWAII

Lihue, Kauai: **Ian Lamberton.** Honolulu: **David Bruce Ayers, Jr.**

9 Accounting Firms Announce Changes

L. C. Barnett and Frank Van Overbeke, Jr., have formed the partnership of Barnett & Van Overbeke, 910-911 Kentucky Home Life Building, Louisville 2, Ky.

Gordon P. Blitch and H. Lynton Tyson have admitted J. Hunter Meek, Jr., to partnership. The firm will continue its practice as Gordon P. Blitch and Company, 605 Graham Bldg., Jacksonville, Fla.

William Howard Borland will conduct his public accounting practice in partnership with William Howard Borland, Jr., with offices in the Comer Building, Birmingham, Ala.

King, Easley and Company have transferred their accounting practice and staff to Price, Flatley and Company, with offices in the National Bank Building, South Bend, Ind.

W. A. Knochel has opened an office at 424 Bulkley Building, Cleveland, Ohio.

Winston C. McGann has opened an office at 20 E. Main St., Waterbury 2, Conn.


Frederick F. Robinson has opened an office in The Pershing Building, 7 West Street, Danbury, Conn.

S. Lytton Scott & Company have changed their name to Scott, Mickelson Company, 39 Broadway, New York.

George F. Winters & Company have moved their offices to the 17th floor of The Philtower Building, Tulsa 3, Okla.

Law Firm Shortens Name

The American Institute's legal counsel for nearly 30 years—Covington, Burling, Rublee, O'Brian & Shorb, of Washington, D. C.—has resumed the name of the original partnership formed in 1919: Covington & Burling.



The Certified Public Accountant

270 Madison Ave., New York 16, N. Y.

INSTITUTE OFFICERS

PRESIDENT: T. Coleman Andrews
 VICE PRESIDENTS: Gordon S. Battelle, Richard C. Mounsey, Frank L. Wilcox, John H. Zebley, Jr.
 TREASURER: Harold R. Caffyn
 EXECUTIVE DIRECTOR: John L. Carey.

The CPA

April 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

AIA Leaders Meet in Chicago

The executive committee of the Institute met in Chicago on March 22—the first time in a decade that the committee has assembled anywhere except in New York City or at some point where an Institute meeting was in progress.

Twelve of the 13 members from 11 states were present.

The committee hopes to be able to hold similar meetings in the future in other parts of the country.

At the Chicago session, the committee voted to submit, with a recommendation for approval, a proposed statement of principles on income tax practice to the Council at its May meeting. The statement was drafted by the National Conference of Lawyers and Certified Public Accountants and has already been approved by the Ameri-

can Bar Association's House of Delegates.

Other actions of the committee:

- Approved an intensive membership promotion program (see page 5).
- Authorized the mailing of a new questionnaire to secure additional information on the accounting manpower situation.
- Discussed plans for the annual meeting in Atlantic City and accepted the recommendations of the committee on technical sessions that mobilization problems be emphasized.
- Considered a report from the executive director that most national professional societies oppose social security coverage for self-employed members. It was the committee's opinion that no further action should be recommended to Council at this time.

New Manpower Data Sought By Institute

A questionnaire to obtain information on the military status of principals and staff members, and on the accounting manpower situation generally, is being mailed by the Institute to all firms represented in the membership.

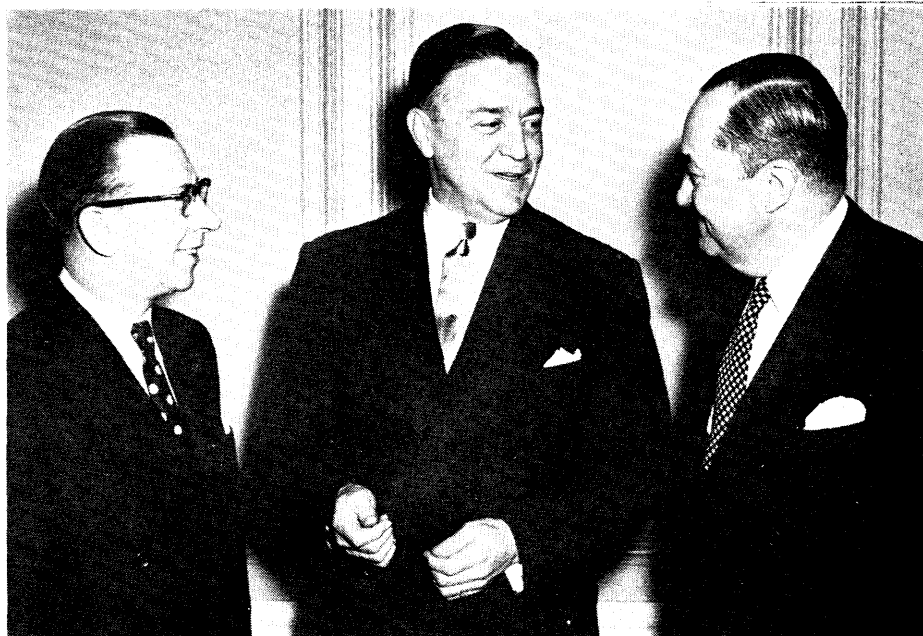
Need for the survey became apparent at a hearing in Washington on March 19 before the Interdepartmental Committee on Essential Activities and Critical Occupations. Criteria for listing as an essential activity have recently been revised, and information obtained by a sampling of firms last December was insufficient to meet the committee's present requirements.

"Essentiality" in the committee's present view depends not only on the importance of the service, but also on existence of a serious manpower shortage. For this reason, many occupations previously listed are expected to be dropped in a forthcoming revision of the essentiality list.

Whether or not the new information will justify current listing of accounting services as essential under the committee's standards, it must be obtained to support a renewal of the Institute's request if the situation becomes more acute later.

The Institute was represented at the conference by Chairman William M. Black of the manpower subcommittee of the national defense committee, subcommittee members Thomas D. Flynn and Frank S. Glendening, defense committee chairman J. Harold Stewart, Executive Director John L. Carey and Public Relations Director Charles E. Noyes.

Institute President Speaks at Illinois Awards Dinner



L. to R.: Illinois CPA Society President Donald R. Jennings, AIA President T. Coleman Andrews, Secretary A. J. Janata of the University of Illinois Board of Trustees, at the Society's Awards Dinner, March 22. CPA certificates and awards were presented to 103 successful candidates.

California Starts Class for Members and Staffs

A program of "continuing education" was launched by California Society's educational committee at the first of six evening sessions on report writing in Los Angeles March 29.

The Extension Division of the University of California helped to outline subject matter for the course. Franklin N. McClelland conducts the weekly class. Tuition is \$15, with enrollment restricted to Society members and their staffs.

The objective is to review fundamentals and acquaint practitioners, from juniors to principals, with recent professional developments. If successful, the program will be expanded to include additional topics and extended to other cities.

Another project introduced by the Society's educational committee in the Los Angeles area this spring is expected to encourage high-ranking accounting graduates of colleges to enter public accounting. A comprehensive personnel file, indicating qualifications of such students, will be compiled with

the assistance of college faculties for use by Society members.

Illinois Folder Gets Recognition

Illinois Society's new folder explaining advantages of the natural business year has received recognition in several national magazines.

A similar folder has been published by the Wisconsin Society.

Maine Aids Loan Program

Members of Maine Society are co-operating with banks and insurance companies in forming the Development Credit Corporation of Maine. This organization will assist Maine industries by making loans which are approved by local advisory boards but not acceptable under standard bank requirements.

New Jersey Steps up PR Program

New Jersey Society has just completed the second year of its regional public relations program which encourages members throughout the state

to participate in more Society activities.

A. H. Puder, general chairman of the public relations committee, appointed chairmen of ten county subcommittees. In addition to local publicity, membership promotion, and vocational guidance, four specific projects were recommended last year to each regional group. Following are some typical results:

Atlantic County: Speakers bureau established; Camden: Joint meetings with Chamber of Commerce and Manufacturers Association; Hudson: Meeting of CPAs to discuss county activities; Mercer: Bankers and lawyers guests at meeting; Monmouth: Dinner with Bar Association; Passaic: Speakers bureau circularized civic and business groups; Union: Dinner dance.

Several county subcommittees conducted technical meetings for local practitioners and their staffs.

Grady Talks to Coast CPAs

Paul Grady of New York, member of the AIA committee on national defense, addressed Los Angeles Chapter of California Society on April 2; San Francisco Chapter, April 4.

Texas Plans Conference Program

Texas Society is a co-sponsor of the Fourth Annual Accounting Conference to be held at the Agricultural and Mechanical College of Texas, April 24-26.

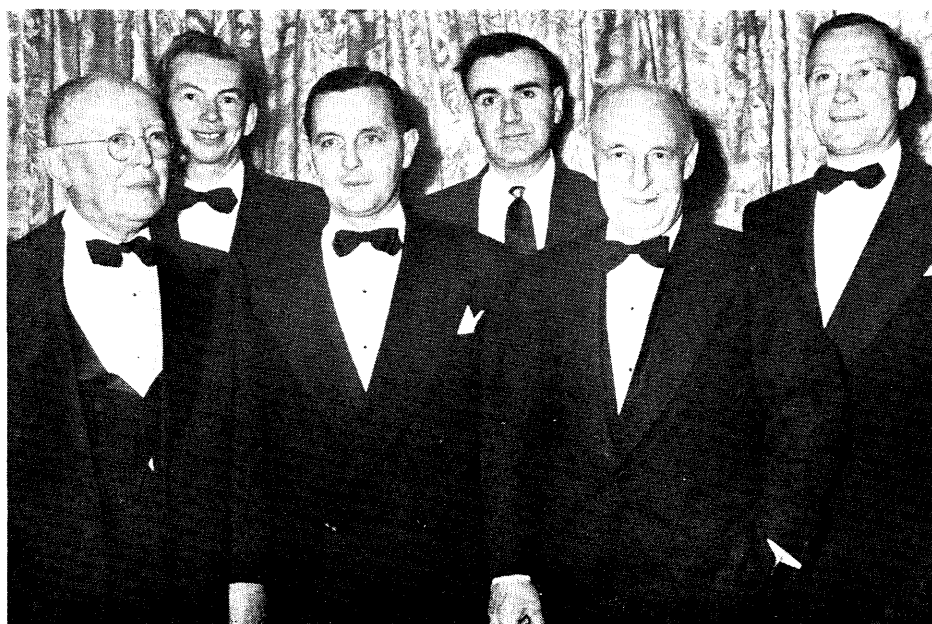
Ohio Helps CPA Candidates

Ohio chapters have sponsored coaching programs to help CPA candidates prepare for the May exam.

In Cleveland several chapter members are discussing typical problems, methods of approach and solutions at five evening sessions. Columbus Chapter also scheduled a series of five meetings at which solution of practice problems was emphasized. Both programs are open to all candidates. There are no tuition fees.

Toledo Chapter developed a special coaching course in cooperation with the University of Toledo. Dayton Chapter also plans a series of meetings.

New Jersey Officers Honored at First Regional PR Dinner



Front row (L. to R.) President William D. Cranstoun; Earl W. Todt, chairman, Union County PR committee; Percy Procter, toastmaster. Back row: Eugene F. Kenna, chairman, County membership committee; Max Bussel, County Speakers Bureau; Ernest G. Maihack, treasurer of the New Jersey Society.

300 Radio Stations Use AIA Tax Shows

More than 300 radio stations broadcast the two 15-minute tax transcriptions prepared by the AIA for state societies, according to reports reaching the Institute last month.

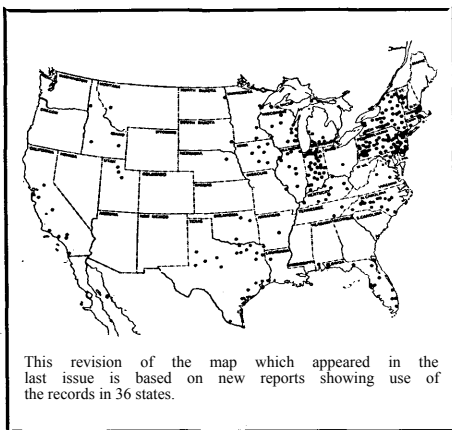
The final figure is expected to be still larger.

Several state societies and their chapters made arrangements with cooperating stations for additional programs.

New Jersey Society supplemented the transcriptions, in the Atlantic City area, with six weekly broadcasts in which four members participated.

At the suggestion of Pennsylvania Institute's Pittsburgh Chapter, Station KDKA invited tax questions from listeners after each recorded program. The questions were answered in a series of four broadcasts between February 13-March 5. J. H. Young, Jr., chairman of the Chapter's public relations committee, was moderator at these sessions. The discussion panel included Internal Revenue Collector Stanley Granger and Chapter members. Collector Granger and E. K. Redfern, Pittsburgh CPA, also discussed federal taxes in a half-hour television program over WDTV on March 4.

Station WBT in Charlotte, N. C., scheduled a series of 15-minute broad-



casts in which a local CPA and an internal revenue agent participated.

In Florida, Palm Beach County Chapter sent several hundred post cards announcing the transcribed broadcasts to a mailing list supplied by CPA firms. Ohio's Toledo Chapter advertised the programs in paid newspaper space.

New Institute Controller Looks Over His Job



Miss Susan Ranney explains the Institute records to her successor, Controller William H. Hird. AIA Treasurer Harold R. Caffyn is at the left.

Miss Ranney Ends 30 Years On Staff; William Hird Named AIA Controller

Miss Susan Ranney, assistant to the treasurer of the Institute, will retire May 1 after 30 years' service.

She has maintained all of the Institute's financial and membership records, assisted the budget committee on its reports, advised the executive director on financial operations, and supervised an accounting staff of nine persons.

Miss Ranney's work has frequently been commended by leaders of the profession elected as treasurers and independent auditors of the Institute.

Before joining the staff in 1920, Miss Ranney was employed for two years by the American Red Cross in Italy, the Balkans and France. During part of that time, she was Assistant Controller of the Balkan Commission.

Miss Ranney was the guest of Treasurer Harold R. Caffyn and past treasurers of the Institute at an informal luncheon on April 10.

William H. Hird, who has been Assistant to the Director of Research, will take over Miss Ranney's duties with the title of controller. Mr. Hird, a graduate of Yale College and a CPA of New York, joined the staff in 1937. He is a member of the American Institute, Controllers Institute and

NACA. He was formerly on the accounting staff of Deloitte, Plender, Griffiths & Co., in New York City.

Richard C. Lytle, research assistant, succeeds Mr. Hird as Assistant to Research Director Carman G. Blough. Mr. Lytle, a member of the staff since 1946, holds degrees from Hobart College and Harvard Graduate School of Business Administration. He has been employed on the New York accounting staffs of Price, Waterhouse & Co., and Arthur Andersen & Co.

Practice, Tax Board Bills Back in Congress

Two bills of interest to accountants have been reintroduced in the current House session.

The Administrative Practitioners Bill (HR 3097) was introduced by Rep. Francis E. Walter of Pennsylvania. It is identical with the final version of a bill which he introduced last session. The Institute has presented no objection to this legislation.

The Tax Settlement Board Bill (HR 1062) has been introduced by Rep. Wilbur D. Mills of Arkansas. It is identical with the bill which he introduced in the 81st Congress.

N. Y. Senate Kills Regulatory Bill

The regulatory bill sponsored by New York State Society was defeated in the Senate on March 15, just before adjournment. The Society is planning legislation for the 1952 session.

Of the 42 state legislatures which convened this year, 17 have adjourned or recessed. A total of 78 bills of interest to accountants, including 16 companion bills, have been introduced in 28 states. A few of the more important measures are described below.

A regulatory bill sponsored by Oklahoma Society was reported by a Senate committee with an amendment which would allow persons with three years' experience in governmental auditing, and so engaged on the effective date, to apply for PA certificates.

A permissive bill sponsored by Kansas Society was enacted after amendment by a House committee. It repeals the present permissive law, creates a Board of Accountancy composed of five CPAs, and an advisory council of not more than five members composed of the dean or faculty members of schools of business or business departments of Kansas institutions of higher learning, prescribes education and experience requirements, provides for issuance of annual permits to CPAs.

An Indiana bill authorizing persons inducted into military service before July 1, 1953, to apply for renewal of expired licenses without reexamination or penalty, within six months after their discharge, has been enacted.

An Idaho bill amending present law to permit CPA candidates to satisfy experience requirements after passing the exam was enacted. It was opposed by the state society and state board. A New Mexico bill, vetoed by the Governor, proposed to amend existing law by permitting accounting-major graduates of college or university schools of business administration to take the CPA or RPA exam without the experience prerequisite. Certificates would have been withheld pending completion of one year's practical accounting experience in the state.

The Ohio House passed a resolution authorizing a five-member committee to investigate operations and activities of state boards of examiners, including the State Board of Accountancy.

Individual Practitioners Committee Reviews Activities American Institute at All-day Meeting in New York AIA Opens Drive



The Advisory Committee of Individual Practitioners meets with AIA staff in New York, L. to R.): R. Warner Ring, Fla.; John G. Moody, Vt.; William D. Hayes, Me.; Leonard D. to review Institute activities. (L. to R., Standing): Managing Editor W. S. Papworth of Cio, N. H.; Stanley A. Miller, Conn. The all-day session, on March 30, discussed such topics as manpower problems in the national emergency, the public relations program Director Charles E. Noyes; Homer L. Luther, Texas; Chairman Robert E. Witschey, W. Va. of the profession, the Institute's technical information service, the new CPA handbook. Executive Director John L. Carey; Winston Brooke, Ala.; Dale E. Rose, Ohio. (Seated Recommendations were also discussed for presentation to the spring meeting of Council.

News of Members

12 More Certified Public Accountants Called to Duty in Armed Forces

Twelve more Institute members report that they have been recalled to active duty with the Armed Forces. They are:

Allen H. Adams, Portland, Ore., Captain, QMC, U.S. Army.

Alfred Christensen, Denver, Colo., U.S. Army.

Dwight H. Davis, Chicago, Ill., Sergeant, U.S. Army, Auditor of non-appropriated funds, Fort Sheridan, Ill.

Arthur G. Gillum, Tulsa, Okla., U.S. Army, Camp McCoy, Wis.

Kenneth W. Hurst, Tyler, Texas, Colonel, U.S. Air Force, Assistant Auditor General, Headquarters Extension Office of the Auditor General, Philadelphia, Pa.

Hyman Lewis Krieger, Arlington, Va., U.S. Army, Audit Agency.

John A. Kopanko, Toledo, Ohio, First Lieutenant, U.S. Army, Far East Command.

Scott Quigley, Altus, Okla., U.S. Army, Camp Polk, La.

Roy V. Rester, Houston, Texas, Lt. Colonel, U.S. Air Force, Chief, Southwestern District, Auditor General.

Larry B. Stitt, Amarillo, Texas, Lieutenant, U.S. Navy.

Thomas N. Wohlrabe, Milwaukee, Wis., Lieutenant, U.S. Army, Richmond, Va., Quartermaster Depot.

O. B. Workman, Jr., Maplewood, Mo., U.S. Army.

Brundage to Lecture at Harvard

Percival F. Brundage of New York City, AIA past president, will deliver the 1951 Dickinson Lectures on accounting at Harvard University, April 23 and 24. These annual lectures were established by Price, Waterhouse & Co. in 1929 to honor Sir Arthur Lowes Dickinson, a former partner.

AIA members Thomas M. O'Neill and Charles S. Rockey, both of Philadelphia, were appointed by President Andrews to represent the Institute at the fifty-fifth annual meeting of the American Academy of Political and Social Science, in that city, April 6-7.

M. C. Conick and Lawrence H. Hufnagel of Pittsburgh, Pa., explained the financial report of the International Union of Electrical, Radio and Ma-

chine Workers (CIO) at the Union's first constitutional convention, in Milwaukee. This procedure was described as a precedent in the history of international labor unions.

Espy Bailey of Covington, Ky., was moderator of a seminar on planning for income-tax savings in that city, February 5. Speakers were Professor Robert D. Haun of the University of Kentucky, AIA member, and A. H. Childress, chief field deputy of the Louisville office, Internal Revenue Department. The program was the first in a series co-sponsored by the University of Kentucky and Covington-Kenton County Chamber of Commerce.

George D. Bailey of Detroit appeared on an NBC television program March 17. As a Director of Freedoms Foundation, he presented that organization's award to Ken Murray for a TV dramatic skit, "Between Americans."

Four AIA members in Abilene, Texas, formed a panel which discussed recent tax changes at meetings of local Rotary and Lions Clubs. They were Horace M. Condley, A. M. Ewing,

Edgar J. Helton and L. T. Miller, Jr. Abilene Chapter of Texas CPA Society, which sponsored this project, hopes to present similar programs before a larger number of clubs next year.

Russell S. Bock of Los Angeles, member of the AIA committee on federal taxation, discussed the new federal excess-profits tax at the February meeting of the Independent Bankers Association of Southern California.

Roeser Named to Defense Post

Henry Roeser, Jr., of Ocean City, has been designated by Gov. Alfred Driscoll of New Jersey as an Area Administrator for Civilian Defense.

Arthur H. Lang of Washington, D. C., has been appointed Chief Federal Reserve Examiner in the Division of Examinations, Board of Governors, Federal Reserve System. He is in charge of examinations of all Federal Reserve Banks and branches.

Nicholas A. Leitner, New York City, has been appointed chairman of the Accountants Division committee, USO fund-raising campaign.

For More Members

The help of every member will be enlisted in a membership-promotion activity which starts this month and continues through June.

One objective, according to Chairman Coleburke Lyons of the membership committee, is a personal invitation to every new CPA to apply for membership.

Each new certificate-holder will receive a letter from the membership-committee chairman. Committee members will follow up with personal calls, but it is impossible for 179 committeemen to meet all potential AIA members. Moreover, an invitation from a personal friend is more effective than one from a committee member whom the prospect does not know.

Chairman Lyons listed several other steps in the current program.

A special effort will be made to enroll all partners and eligible employees of public accounting firms represented in the Institute membership.

State CPA societies will be asked to assist by announcements in their publications and letters from their officers to prospective AIA members.

The Institute staff will expand its prospect file and send copies of correspondence with CPAs about membership to local representatives of the membership committee for action.

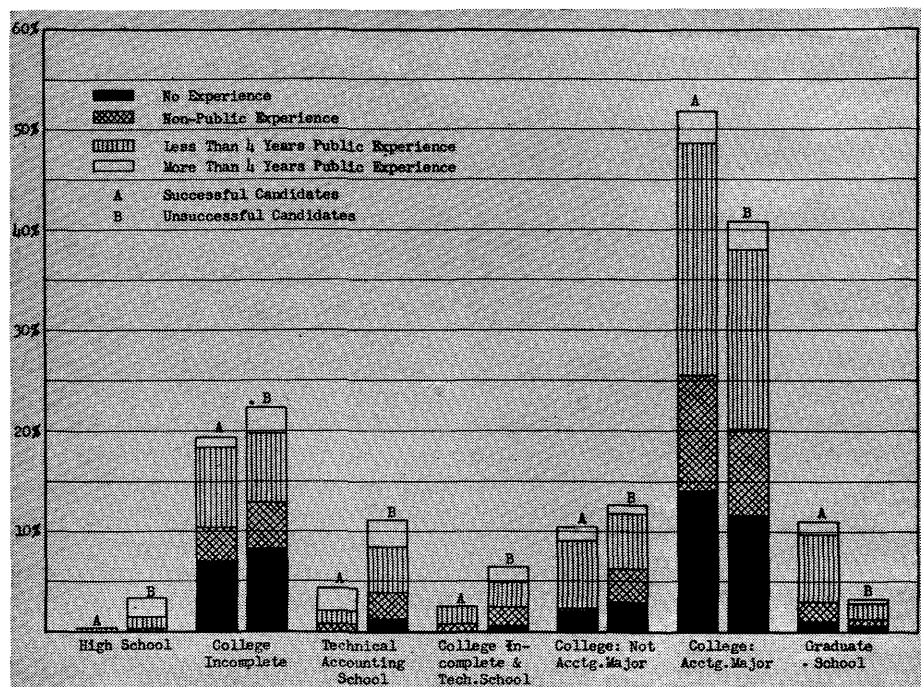
In a period of national emergency, Chairman Lyons explained, the Institute is asked to speak for the entire profession on questions of national importance. Its voice is more authoritative if membership includes a substantial proportion of all CPAs. The present ratio is about 42 per cent.

Colorado Plans Welcome For Council Members

President Victor E. Troutfetter of the Colorado Society invites Council members to visit Denver before or after their Colorado Springs meeting on May 7-10. He will arrange sightseeing tours for CPA guests. An added attraction is the tax institute, sponsored by Colorado Society and the University of Denver, May 11-12.

To learn more about Denver hospitality, write to Mr. Troutfetter at 1200 Security Building.

Analysis in Percentages of First-Time Candidates



This chart analyzes the exam results of first-time candidates, classified as to education and experience. It is based on samples from last three examinations.

College Men With Experience Do Best In Examination, Study Reveals Again

A college degree, plus at least two years' public accounting experience, gives the greatest assurance of passing the CPA exam.

This is one of several conclusions in the fifth study by AIA Educational Director Robert L. Kane, Jr., which confirms findings of previous surveys. Others are: Experience, up to four years, increases the chance of passing; more education is usually helpful; the majority of candidates who qualify for the CPA certificate pass all subjects in one of the first three trials, most of them on the second attempt.

The recent study, analyzing examinations given in May and November, 1949, and in May, 1950, also contains evidence that graduates of some of the larger and better known schools and colleges were relatively unsuccessful.

The surveys are based on a sample consisting of a small percentage of candidates taking the uniform examination in about half the states. Numerous factors which probably influence a candidate's success or failure have been

omitted from the study. Among them are natural aptitude for accounting and variations in the quality of experience or education.

\$250 JA Scholarship Renewed by Institute

A \$250 scholarship award will be given again this year by the American Institute to an outstanding member of the Junior Achievement program who intends to study accounting in college.

Junior Achievement is a national organization sponsored by leading business executives which encourages youths to develop and manage miniature business firms.

CPA Exam: May 16-18

The spring uniform CPA exam will begin on the afternoon of May 16 and end on the afternoon of May 18. Subjects are scheduled at five half-day sessions. Fall examination dates: November 7-9.

Andrews Gives Talk In Two Languages

At a meeting of the Institute of Chartered Accountants of Quebec in Montreal on March 29, President T. Coleman Andrews spoke on accountancy's challenge in today's emergency in both French and English.

Other recent engagements of the president include: Annual Awards Dinner of Illinois Society, Chicago; West Virginia University Tax Institute, Morgantown; and Roanoke (Va.) Rotary Club.

Executive Director John L. Carey addressed college accounting students, in an educational forum sponsored by the Massachusetts Society, in Springfield, March 29; Buffalo Chapter of New York State Society, April 3.

Research Director Carman G. Blough addressed Cleveland Chapter of Ohio Society, April 2; Buffalo Chapter of New York State Society, April 3; a joint meeting of chartered accountants and controllers in Hamilton, Ontario, April 5.

Education Director Robert L. Kane, Jr., was one of the speakers in a broadcast on opportunities for women in accounting arranged by the College of the City of New York, over Station WINS, on April 3.

Public Relations Director Charles E. Noyes addressed the Maine Society, in Portland, March 23.

Six Accounting Firms Announce Changes

Arthur C. Brown has moved his office to 124 South Street, Gastonia, N. C.

Hails & Moreton and S. Edward Tomaso have merged their practices under the name of Hails, Moreton & Tomaso, 412 West Sixth Street, Los Angeles 14, Calif.

James R. Meany and Carl N. Kelley have formed the partnership of James R. Meany & Associates with offices in the Grady Building, Bowling Green, Ky.

R. L. Persinger & Co., Covington, Va., has admitted Charles R. Dale and Jack Persinger as partners.

Robert & Favaloro have moved to 1813 National Bank of Commerce Building, New Orleans, La.

Walter S. Savage & Co., Ouachita National Bank Building, Monroe, La., has admitted John F. Savage to partnership.

Four Regional Conferences Complete Plans



Representatives of state societies have lunch before beginning a five-hour General Chairman Roy F. Godfrey (R) and meeting in Baltimore, April 1, to develop plans for the Middle Atlantic States Program Chairman T. Dwight Williams Accounting Conference to be held next month.



check details of Southern Conference.

At a planning session in Baltimore, April 1, arrangements were discussed for the Middle Atlantic States Accounting Conference at the Lord Baltimore Hotel in that city, May 24-25.

Maryland Association of CPAs, observing its 50th anniversary, will be host to the state societies of Delaware, District of Columbia, North Carolina, South Carolina, Virginia and West Virginia.

Leaders of the host society at the plans meeting included President Herbert L. Langrall; General Chairman C. C. Croggon; Co-chairmen W. P. Trolinger and Frank A. Shallenberger; and Howard A. Schnepfe, Chairman of the Conference Committee. Among the out-of-state representatives were President Desmond A. Lyons and Alfred H. Coe of the Delaware Society; E. Kenneth Rouse, vice president of the DC Institute; President S. Preston Douglas of the North Carolina Association; and President Edward I. Hardy of the Virginia Society. John L. Lawler, the American Institute's Assistant Director of Public Relations, also attended the session.

The conference will formally begin at a luncheon on Thursday, May 24, with an address of welcome by the Mayor of Baltimore. It will close with a dinner dance on Saturday evening

after three half-day technical sessions.

The list of speakers is headed by AIA President T. Coleman Andrews.

Three other regional conferences will be held in the next two months.

The CPA's role in defense is the keynote of the Southern States Accountants Conference which will convene at the Mayo Hotel in Tulsa, Okla., June 2-6. The program will emphasize current accounting developments, tax problems and other questions relating to mobilization.

Scheduled speakers include President Andrews; Colonel Andrew Stewart, a member of the AIA committee on national defense; Maurice H. Stans, chairman of its committee on CPA Handbook; Chairman Thomas J. Green of the committee on federal taxation; Jay A. Phillips of Texas; E. Charles Eichenbaum of Arkansas; AIA Executive Director John L. Carey and Research Director Carman G. Blough.

Social events will include a special ladies' program and a visit to the ranch built by the late Frank Phillips, founder of Phillips Petroleum Company.

Oklahoma CPA Society will be host to certified public accountants of nine states: Alabama, Arkansas, Florida, Georgia, Kentucky, Louisiana, Mississippi, Tennessee, and Texas.

The other meetings on the spring

conference calendar are the New England Accounting Conference at Hotel Bond, Hartford, Conn., April 19-20; and the Northwest Accounting Conference in Portland, June 14-16.

U. S. Air Force Seeks Auditing Personnel

Brig. Gen. T. R. Rampy, Auditor General of the Air Force, has informed the Institute that Air Force reserve officers and airmen seeking active duty should submit the following information to the Auditor General, USAF, Headquarters Extension Office, 1401 Walnut St., Philadelphia, Pa.: Rank, serial number, reserve or other organizational assignment, present military specialty number, age, membership in accounting organizations, brief résumé of education and experience.

Reserve airmen who do not wish to volunteer for duty at present may submit identical information to aid in their reclassification as auditor-accountants.

USAF reserve personnel on active service may send the same data to the Institute, with a full description of their present duties. The Institute will try to assist them in obtaining appropriate assignments.

Applicants Recommended for Admission

The committee on admissions recommends admission of 156 applicants for membership in the Institute—23 who have been accorded credit for having passed examinations acceptable to the committee, and 133 who have passed the uniform examination for the CPA certificate. These applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before April 30, 1951.

ALABAMA

Birmingham: J. R. Downs, John G. Foshee. Montgomery: Carl C. Robinett, Jr.

ARIZONA

Tucson: Robert E. Mindell.

ARKANSAS

Fayetteville: Roy Hugh Jones.

CALIFORNIA

Buena Park: Wilbur P. Auvil. Los Angeles: Richard O. Crizer, Thomas Kircher, Orville Lloyd Marlett, Wilfred W. Mast, Marvin Meyer, Arthur B. Willis. Oakland: Edward J. Arnold. Sacramento: Gaylord L. Indvik. San Francisco: Jack F. Bowley, Linton L. Emerson, Jr., William C. Gruber, J. Eugene Judge, Richard M. Mollan. Stockton: Bernard Piersa. Tulare: Raymond Joncoaltz, Jr.

COLORADO

Gunnison: Byron Charles Yale.

CONNECTICUT

Bridgeport: George A. Seyfert, Jr. Greenwich: Mortimer Katz. New Haven: Abraham A. Rolnick, George S. Stearns, Jr. Willimantic: H. Wilbur Stevens.

DISTRICT OF COLUMBIA

Washington: Raymond D. Balcom, Harold J. Bobys, Matthew Galin, Shirley Throckmorton Moore, Robert L. Rasor, John A. Roberts, Richard C. Whittenberger.

FLORIDA

Miami: Chester D. Erwin, Jr., Eugene Mayers, Mac Mermell, Clem H. Sammons, Jr. Tampa: Jerome A. Schine.

GEORGIA

Atlanta: H. R. Norris. Macon: Wilson Arthur Walker.

IDAHO

Boise: Harold Eugene Carter. Lewiston: Arvid R. Nelson.

ILLINOIS

Carbondale: Robert L. Pancoast. Chicago: Wayne S. Fagan, Lawrence B. Kinports, Jr., Jacob G. Lieber, Henry Douglas B. Miller, Bruce P. Olson, Bernard J. Reisin, Samuel Rome. East St. Louis: Fred Mathias Mersinger. Urbana: Donald H. Skadden.

INDIANA

Fort Wayne: Carl E. Lipp. Huntington: David M. Culp.

IOWA

Waterloo: Richard M. Lynch.

KENTUCKY

Bowling Green: Carl N. Kelley.

LOUISIANA

New Orleans: Henry H. McFadden.

MAINE

Portland: Kenneth I. Staples.

MARYLAND

Baltimore: William G. Noppinger, William Albert Rowe, Jr. Brentwood: Vernon E. Graf.

MASSACHUSETTS

Boston: Howard Hersh, Ray A. Howard, Clifford B. Rothwell. Gloucester: Harvey H. Bundy, Jr. Worcester: Dorothy B. Henckel.

MICHIGAN

Detroit: George P. Hammond, Frank S. Moran, George Nanz. Washington. Grand Rapids: Theodore P.

MINNESOTA

Minneapolis: John A. Peterson.

MISSISSIPPI

Jackson: Thomas Meredith Tann. Meridian: Maurice F. Kahlmus.

MISSOURI

St. Louis: Joseph W. Weindel.

NEBRASKA

Omaha: Virgil Merle Campbell.

NEVADA

Las Vegas: Clarence T. Hibbs.

NEW JERSEY

Camden: Edwin B. Lickfield. Hoboken: Robert Rogut. Newark: Benjamin Cohen, Samuel Fleder, George Kraus. Rutherford: Henry C. DuVal, Jr.

NEW MEXICO

Los Alamos: A. D. Richardson.

NEW YORK

Brooklyn: Ralph V. Lucano. New York: Frank N. Bien, David Colby, Edward Jacques Downing, David Ellins, Walter Gee, Jr., Abraham Gezelter, Howard William Hogg, Sanford A. Jacobs, Louis H. Jordan, Herbert C. Knortz, Albert Krassner, Nathan W. Levin, Philip M. Neagle, Marvin Jay Newberg, John C. Overhiser, Philip S. Sands, Louis Schultz, Raymond H. Sprague, Lambert H. Spronck, Erwin Wagner. Syracuse: F. Robert Gilfoil, Jr.

NORTH CAROLINA

Asheville: Martin Gross. High Point: E. J. Gaither.

OHIO

Cincinnati: Carl A. Kraemer, Robert Francis Reuter. Cleveland: Gordon R. Currie, Daniel M. Van Sant. Columbus: Earle E. Weimer. Elyria: Frederick Stillwell, Jr. Toledo: Robert J. Kirk.

OKLAHOMA

Oklahoma City: Geo. J. Heuser. Tulsa: William C. Suttle.

OREGON

Hood River: John W. Arens. Portland: Roy H. Swint.

PENNSYLVANIA

Harrisburg: Robert R. McCurdy. Philadelphia: John P. Graham, Charles Robert Koerwer, Jr., Catharine Mitchell, Herbert Myers, David Shanholtz, David Victor Wachs. Pittsburgh: Walter John Bright.

RHODE ISLAND

Providence: Douglas L. Grote.

TENNESSEE

Chattanooga: William C. McKenzie. Knoxville: James R. Jakes. Memphis: Ben F. Brown, Jr., Cletus J. Dohogne, Paul M. Hoefer, B. H. Merchant. Nashville: Dennis P. Doss.

TEXAS

Austin: B. R. A. Jordan. Cisco: William Wesley Fewell, Jr. Dallas: Lod C. Allison, J. Raymond Nelson, Jr. Houston: Seymour Mann. McAllen: Elmer E. Reichert. San Angelo: James W. Gould. San Antonio: Wm. F. Hanke, George M. Williams. Waco: Jamie Lee Anderson.

VIRGINIA

Arlington: John Thomas Halliday. Charlottesville: Reuel A. Wiebel, Jr. Covington: Jack Persinger. Newport News: Allen Clarence Tanner. Norfolk: R. B. Hill, Jr. Roanoke: James L. Stennett.

WASHINGTON

Spokane: William Vander Wal.

WISCONSIN

Eau Claire: C. A. Irwin. Milwaukee: Orval C. Rheingans.

HAWAII

Honolulu: Stanley C. Goodstill, John Richard Shotwell.

E. D. Bowman Dies In Colorado Fire

Ernest D. Bowman, 58, treasurer of Heckethorn Manufacturing & Supply Co., Littleton, Colo., died February 17 in a fire at the Denver Athletic Club. Mr. Bowman was a native of Flint, Mich.; a CPA of Colorado, Kansas, and Oklahoma; and a member of the Colorado Society of Certified Public Accountants. For a number of years he was a partner in the Denver accounting firm of Bowman and Heider.

George E. Dunlop, 58, of Detroit, practicing CPA, died of a heart ailment on March 9. Mr. Dunlop who was born in Carleton Place, Ontario, had lived in Detroit for 35 years. He was formerly employed by the Detroit office of Ernst & Ernst and later as Comptroller of Wadsworth Campbell Box Co. Since 1924 he had conducted an independent public accounting practice. Mr. Dunlop was a CPA of Michigan and a member of the Michigan Association of Certified Public Accountants.

William T. Snider of St. Louis, partner in the certified public accounting firm of John W. Snider & Co., died March 12 at the age of 50 after a long illness. He had practiced public accounting in St. Louis for more than 30 years. In 1924 he joined the staff of Cornell & Company and in 1945 became a partner in that firm. He held a CPA certificate from Missouri and was a member of the Missouri Society of Certified Public Accountants.

ECA Commends Institute

The Economic Cooperation Administration has presented the Institute a "Certificate of Cooperation" in recognition of its assistance to groups of practicing and industrial accountants from Western Europe.

The
CM

The Certified Public Accountant
270 Madison Ave., New York 16, N. Y.

INSTITUTE OFFICERS

PRESIDENT: T. Coleman Andrews
VICE PRESIDENTS: Gordon S. Battelle, Richard C. Mounsey, Frank L. Wilcox, John H. Zebley, Jr.
TREASURER: Harold R. Caffyn, **EXECUTIVE DIRECTOR:** John L. Carey.

The CPA

May 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

AIA Council Meets in Colorado

COLORADO SPRINGS, Col., May 10—In order to prevent a curtailment of services, the American Institute's Council has authorized the executive committee, if necessary, to request voluntary contributions from firms and practitioners represented in the membership to offset increased costs due to inflation.

The action was taken at the four-day spring meeting of Council which ended here today.

Reports submitted to the governing body of the organization indicated that the increased expenses, coupled with a slight decline in expected revenues from publication sales and *The Journal of Accountancy* advertising, have made it impossible to sustain the present level of activities without supplementary financing.

The Council concurred in the executive committee's recommendation that no established Institute activity contributing to the advancement of the profession should be eliminated.

It also approved a revised budget which seeks to bring expenses within available income for the remainder of this fiscal year without seriously impairing the basic organization or services.

However, if costs appear likely to exceed revenues from regular sources next year, the Council empowered the executive committee to revive the plan of voluntary contributions adopted in the 1949-50 fiscal year.

Other actions of Council:

- Received from the nominating committee a list of nominees for Institute offices for the 1951-52 fiscal year. (See separate story in next column.)

- Adopted a statement of principles on income-tax practice designed to eliminate controversy between the legal and accounting professions. The statement was drafted by the National Conference of Lawyers and Certified Public Accountants. It was approved

[Continued on page 3]

Nominee List Headed by J. William Hope

COLORADO SPRINGS, Col., May 8—J. William Hope of Bridgeport, Conn., has been nominated for president of the Institute for the 1951-52 term.



Mr. Hope

The choice of Mr. Hope by the committee on nominations was announced at the Council meeting here today. Vice presidential nominees are Marquis G. Eaton, San Antonio, Tex.; Arthur B. Foye, New York City; George E. Perrin, Greensboro, N. C.; and Donald M. Russell, Detroit, Mich.

Harold R. Caffyn, New York City, was nominated for reelection as treasurer.

Nominees for Council members-at-large will be announced later.

Mr. Hope, partner in J. William Hope & Company and an AIA member since 1927, is a member of the Council and executive committee, chairman of the committee on budget and finance, member of the committees on national defense and on publication, trustee of the American Institute of Accountants Foundation, and a member of the Trial Board.

He is a former vice president of the American Institute, former chairman of the Institute Board of Examiners, past president of the Connecticut Society of CPAs, past president of the State Board of Accountancy, and a

[Continued on page 7]

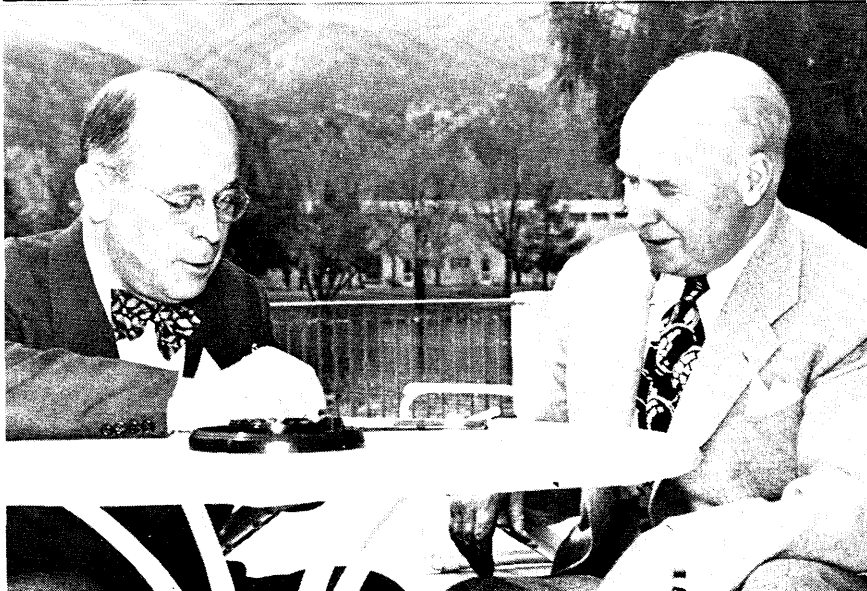
New York AIA Leaders Board Special Cars for Meeting



L. to R.: Past President C. Oliver Wellington and Mrs. Wellington, Chairman Alvin R. Jennings of the committee on auditing procedure and Mrs. Jennings, Treasurer Harold R. Caffyn and Mrs. Caffyn at Grand Central Terminal on May 4.



The Council listens attentively (top photo) as Treasurer Harold R. Caffyn (center picture) submits his report. On the platform with him is Executive Director Carey (left) and President Andrews. Bottom Left Photo: Two former presidents—T. Dwight Williams (left) and J. Harold Stewart—discuss the Southern States Accountants Conference which Mr. Stewart will address next month. Mr. Williams is the meeting's program chairman. Below (L to R): Mrs. George E. Perrin, Mrs. T. Coleman Andrews and Mrs. J. Wm. Hope.



Council Holds Four-Day Meeting In Colorado

[Continued from page 1]

earlier by the American Bar Association's House of Delegates. (Detailed story appears on page 4.)

- Referred to the committee on federal taxation for study a proposed statute which would permit self-employed CPAs and other professional men not presently covered by social security to accumulate funds for retirement out of earned income by means of a tax credit or deduction.

- Elected eight new members of the Trial Board. For a three-year term: George D. Bailey, Mich.; J. William Hope, Conn.; George S. Olive, Ind.; Frederick H. Hurdman, N. Y.; J. Harold Stewart, Mass.; Virgil S. Tilly, Okla.; and C. Oliver Wellington, N. Y. For a two-year term (to fill a vacancy): Arthur B. Foye, N. Y.

- Named the Central Hanover Bank and Trust Company as trustee of the Institute's Insurance Trust, replacing the three-man board composed of J. William Hope, Edward A. Kracke and Maurice E. Peloubet.

- Approved an extensive membership campaign after learning that applications received in the first seven months of the current fiscal year totaled 1203—three less than a year ago.

Andrews Opens Meeting

More than a hundred members of Council—including the presidents of many state societies—were in attendance at the Broadmoor when President T. Coleman Andrews of Virginia opened the meeting at 10 a.m. on Monday (May 7).

In calling the meeting to order, Mr. Andrews spoke of the Council's responsibilities:

"As the individual membership of the Institute continues to grow, most of the members feel increasingly separated from the headquarters organization and from the official family. They have, in fact, little personal contact with the Institute, and the printed word is not a satisfactory substitute. The officers, even by meeting vigorous travel schedules, cannot keep in touch with 17,000 members.

"Only through the individual members of the Council can there be a direct channel of communication be-

tween the rank and file of the members in all parts of the country and the policy-making bodies of the Institute.

"It was with this in mind that I wrote to all members of Council early in April suggesting that they inquire of fellow-members in their own communities as to any matters which they would like to have brought before this meeting. I also suggested that Council members should prepare themselves to make reports to the certified public accountants of their communities on what shall have transpired here ... I hope that every member of Council will accept these responsibilities without any further reminder ...

"But perhaps the most important responsibility of Council members is that of forming policy. The Council meets twice a year to approve or disapprove the acts of officers, committees and staff. Full reports are made to you. Silence on your part can only be interpreted as consent. No Council member should hesitate to voice any question which arises in his mind with respect to any phase of the Institute's work."

After outlining the meeting's agenda, President Andrews concluded:

"I hope that you will pardon me for taking up some of our precious time with this preliminary statement. I venture to do so only because of my strong belief that full discussion and debate on matters of importance to our entire membership are more desirable than the presentation of committee reports, important as they may be. For my part I would rather adjourn the meeting without having completed our agenda than to have any member of the Council go home with the feeling that he had not had an opportunity to say what he wanted to say."

Reports from 30 Committees

Most of the Council's business sessions were held in the morning, with afternoons left free for committee discussions or for recreation. However, a special session was held on Tuesday evening devoted to the relations of state and national organizations, and an extra business session was held Wednesday evening.

More than 30 other formal reports were submitted by committees and subcommittees, including those on national defense, ethics, accounting and

auditing procedure, federal taxation, public relations, income study group, CPA handbook, accountants' liability and liability insurance, cooperation with bankers, relations with the SEC, college and university accounting, state legislation, foreign affairs, membership, admissions, publications, history and technical sessions. Nearly a dozen other committees presented brief informal statements.

As an economy measure, none of these reports will be printed for distribution to the membership. However, the material in them will be incorporated in the annual reports which will be published late in the year.

Council to Be Expanded

Twenty-eight states were named to provide the forty members of Council to be elected for the 1951-52 term.

The number of elected members is larger than usual because of the adoption last fall of a by-law change to expand the Council from 48 to 72 elected members. These members of Council are in addition to the state society presidents, past presidents of the American Institute and its predecessor organizations, and nine members elected at large without regard to their place of residence.

The following states will name one or more members for a three-year term: Massachusetts, Connecticut, Rhode Island, New York (3), New Jersey, Pennsylvania, Maryland, North Carolina, Georgia, Texas, Tennessee, Ohio, Illinois (2), Indiana, Kentucky, Iowa, Kansas, Arizona, Washington and California (2).

The following will elect one or more members for a two-year term: New York (3), Mississippi, Texas, Michigan, Utah and California.

Members for a one-year term will be elected from the following states: Pennsylvania, West Virginia, South Carolina, Arkansas, Ohio, Nebraska, Montana and California.

After this year, twenty-four members will be elected annually for a three-year term.

Nominees for the Council members-at-large, as reported on the first page of this issue, will be announced at a later date.

Council Joins Bar in Approving Tax Statement

COLORADO SPRINGS, Col., May 8—A statement of principles intended to eliminate controversy between lawyers and CPAs was approved here today by Council of the American Institute.

It had been adopted earlier by the Board of Governors and House of Delegates of the American Bar Association.

The statement declares that "many problems connected with business require the skills of both lawyers and certified public accountants and there is every reason for close and friendly cooperation between the two professions. Lawyers should encourage their clients to seek the advice of certified public accountants whenever accounting problems arise, and certified public accountants should encourage clients to seek the advice of lawyers whenever legal questions are presented."

Recommendations Approved

In issuing the statement the co-chairmen of the National Conference of Lawyers and Certified Public Accountants—John D. Randall, attorney, and Percival F. Brundage, CPA — also

called attention to three recommendations which were unanimously approved by the Conference:

1. That local bar associations and local societies of CPAs, if they have not already done so, should establish cooperating committees or local conferences of lawyers and CPAs patterned after the National Conference.

2. That local bar associations should be encouraged to discuss with the local cooperating organization of CPAs any complaint against a non-lawyer involving tax practice whether the individual concerned was a certified public accountant or not. Likewise, local CPA societies should be encouraged to discuss with the local bar associations any complaints against lawyers whether or not they are members of the local bar association.

3. That the local organizations of both professions be invited to refer any problems in this area to the National Conference of Lawyers and CPAs, either in situations in which no local cooperating organization has as yet been established or in which the local

cooperating organizations are unable to reach agreement.

Complaint Procedures Outlined

In the case of complaints that a member of one of the two professions is engaging in practices which are properly the prerogative of the other profession, the Conference recommended:

1. Receipt of the complaint.

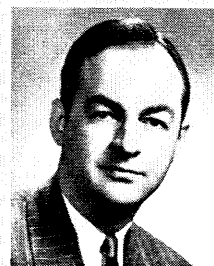
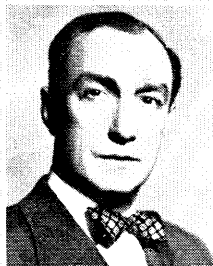
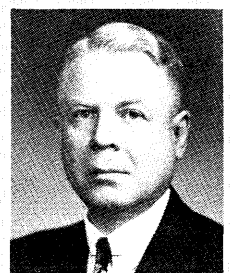
2. Reference of the complaint to the representative of the profession of which the individual who is the object of the complaint is a member.

3. If action satisfactory to the complainant is not taken, consideration of the complaint by the local committee or conference of lawyers and CPAs with a hearing afforded to both sides.

4. Recommendations for settlement by local conference.

5. Reference to National Conference if recommendations are not accepted by both sides.

The text of the statement will be published in *The Journal of Accountancy* for June.



Lawyer members of the National Conference (top row, Percival F. Brundage, Maurice Austin, Mark E. Richardson, L to R): John D. Randall, Thomas J. Boodell, A. James Maurice H. Stans and T. Dwight Williams. AIA Executive Casner, Charles D. Hamel and Carl McFarland. CPAs: Director John L. Carey is secretary of the Conference.

Regulatory Bill Passed in Oregon

The regulatory bill sponsored by the Oregon Society of CPAs has been enacted with minor amendments.

Of the regulatory legislation sponsored by other state societies, the Massachusetts bill has been deferred to the next session; the Oklahoma bill has failed of enactment; the New York bill was defeated in the Senate; and the Connecticut Society will not press for action on its bill.

The North Carolina legislature has enacted a bill sponsored by the state CPA society which amends existing regulatory law, permits persons other than North Carolina CPAs and registered PAs to engage in public practice and use the title "accountant," and authorizes use of AIA examination and grading services.

This legislation provides that after July 1, 1955, new applicants for CPA exams must have completed two years' college or equivalent and a course of study in accounting in a board-approved college or school of accountancy or business administration. It also empowers the board to adopt rules of professional ethics and conduct.

Twenty-two of forty-four state legislatures which convened this year remain in session. Ninety-four bills of interest to CPAs have been introduced in 31 states.

Number of Candidates Declines in November

The uniform CPA examination was taken by 12,615 candidates in November, AIA Educational Director Robert L. Kane, Jr., reported last month.

This compares with 11,986 in May, 1950, and 13,885 in November, 1949. Normally there are more candidates in the fall than spring. The current downtrend in the number of candidates is expected to continue.

Fraternity President Feted

Gould L. Harris, national president of Beta Alpha Psi and Professor of Accounting at New York University, will be the guest of Mu Chapter at a dinner in New York City, June 1, commemorating the fraternity's 25th anniversary.

Pacific Coast Conference to Meet in Portland



President William H. Holm of Oregon Society (left) and Vice President William P. Hutchison complete program for the twenty-eighth annual conference.

Oregon to Play Host to Northwest CPAs; Middle Atlantic, Southern Programs Set

State societies in Oregon and Washington will hold their 28th Annual Northwest Conference of CPAs at Hotel Benson, in Portland, June 16-18. Idaho CPA Society and The Institute of Chartered Accountants of British Columbia are expected to be officially represented.

Among scheduled speakers are AIA Vice President Richard C. Mounsey of Seattle, Council member Thornton G. Douglas of Los Angeles and Public Relations Director Charles E. Noyes. Vice President William P. Hutchison of the Oregon Society is general conference chairman.

The Middle Atlantic States Accounting Conference will convene at the Lord Baltimore Hotel, in Baltimore, May 24-26.

This program will include discussion panels on specialized professional services and the accountant's responsibility with respect to inventories. Speakers include AIA President T. Coleman Andrews, Chairman Alvin R. Jennings of the Institute's auditing procedure committee, Vice Chairman J. S. Seidman of the federal tax com-

mittee, and Executive Director John L. Carey.

Southern States Accountants Conference is scheduled at the Mayo Hotel, in Tulsa, June 3-6. The committee has arranged a program emphasizing the accountant's role in national defense. Speakers include AIA President Andrews; Maurice H. Stans, former vice president and now a Council member; Chairman Thomas J. Green of the committee on federal taxation; Executive Director Carey; and Research Director Carman G. Blough.

The New England States opened the 1951 regional conference season with a program in Hartford, April 19-20.

British Columbia Denies CPA Title to New Group

A petition by a group of British Columbia accountants to incorporate as "certified public accountants" has been denied by the Provincial Government.

The new organization will be known as the Certified General Accountants Association.

Philadelphia CPAs Help Draft City Charter

Members of Pennsylvania Institute's Philadelphia Chapter played an important part in formulating financial provisions of the new "Home Rule Charter" adopted by the voters on April 17.

An advisory committee representing several accounting organizations, with CPA Thomas H. Carroll as chairman, helped the Philadelphia Charter Commission to draft the document.

The new charter specifies that the Director of Finance shall be selected by a panel consisting of the president of the Philadelphia Clearing House Association, chairman of Philadelphia Chapter of Pennsylvania Institute of CPAs, and Dean of Wharton School of Finance and Commerce.

In addition the charter provides for appointment of a CPA as Deputy City Comptroller and retention of CPAs to perform their customary professional services.

A Pennsylvania Institute committee also recently assisted the Joint State Government Commission, composed of State legislators, in drafting a report which recommended the establishment of a central accounting department headed by an Accountant General appointed by the Governor.

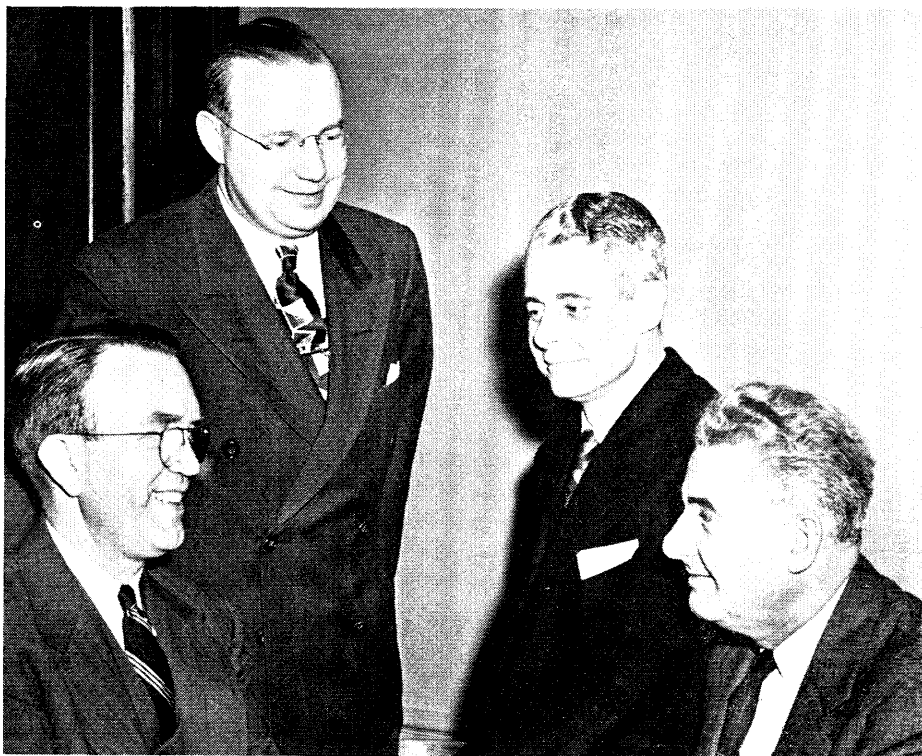
New Yorkers Vote on Social Security

Opposition to social security coverage for self-employed CPAs while most other professions remain excluded was voiced by a majority of those responding to a recent New York State Society questionnaire.

Of 2716 members replying, 1242 favored exclusion under present circumstances; 983 approved coverage, regardless of the status of other professions; 491 had no opinion.

More than 2000 favored optional coverage, and 1571 advocated legislation allowing self-employed CPAs a tax credit to help them accumulate retirement funds out of current earnings.

Such a bill was introduced in Congress last month by Rep. Frederic Coudert, Jr. (R., N. Y.). It would amend Section 22 of the Revenue Code to permit self-employed individuals to postpone the tax on a portion of



Accounting and banking leaders at meeting of Buffalo Chapters, New York State CPA Society and Robert Morris Associates, April 3. L to R: Warren B. Cutting, CPA Chapter president; William P. Eyring, Robert Morris Chapter president; AIA Executive Director John L. Carey; Research Director Carman Blough.

earned income (not to exceed 15 per cent or \$10,000, whichever is less, for any taxable year) devoted to a restricted retirement fund.

Michigan Plans Study Conference

The fourth graduate study conference co-sponsored by the Michigan Association and the University of Michigan will be held on the Ann Arbor campus on June 20-22.

57,000 Booklets Distributed

Two pamphlets recently published by New York and Massachusetts Societies have been widely circulated outside the profession.

New York has mailed 50,000 copies of *Some Big Problems of Small Business* to manufacturers, wholesalers, and retailers. The booklet, which explains CPA services for the small businessman, is also sold to Society members in quantities at cost—ten cents a copy—for their own distribution. Other

state societies may adapt the text to their own requirements.

Massachusetts society has sent 7500 copies of its pamphlet, *The CPA in Massachusetts*, to manufacturers employing more than 25 persons.

Two Societies Note Anniversaries

Two state societies—the Michigan and Maryland Associations—observe golden anniversaries this month.

Michigan members attended a ball game between Detroit Tigers and Boston Red Sox on May 3. The Governor of Michigan, Mayor of Detroit and other distinguished guests were invited to the anniversary banquet which followed.

Maryland Association will combine its celebration with the Middle Atlantic Conference.

California Society will observe the fiftieth anniversary of passage of the state's first Accountancy Act at its annual meeting, June 7-8.

Applicants Recommended for Admission

The committee on admissions recommends admission of 197 applicants for membership in the Institute—27 who have been accorded credit for having passed examinations acceptable to the committee, and 170 who have passed the uniform examination for the CPA certificate.

These applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before June 15, 1951.

ALABAMA

Birmingham: Edwin R. Ridley. Mobile: Robert Luter Godwin, Jr., Laurens W. Jones.

ARIZONA

Phoenix: Robert W. Dupree, Lyle C. Hall. Yuma: Paul M. Schwark.

CALIFORNIA

Beverly Hills: J. Wesley Barcus, Robert J. Mason. Los Angeles: Jack B. Campbell, Arnold Roseman. Pasadena: Harold M. Fechtner, David S. Hanson, Kenneth C. Stever. San Francisco: Charles A. Mayer. Santa Ana: Glenn M. Lashbrook. Stockton: Frank Lindner.

CONNECTICUT

Waterbury: Arnold E. Furlong.

DISTRICT OF COLUMBIA

Washington: Jacob E. Engelbrecht, Seymour A. Kaufman, J. Ross Leib, Francis A. Regan, James J. Sanders.

FLORIDA

Pensacola: E. H. Lundy, Jr. West Palm Beach: William A. Stockton.

GEORGIA

Albany: J. W. Crouch, Ray H. Puckett. Atlanta: Arthur Hamilton Waite, III. Columbus: Thomas James Trussell.

IDAHO

Boise: Jerold L. Wood.

ILLINOIS

Chicago: William A. Anderson, Paul L. Freter, William R. Gent, I. William Goldberg, Reuben H. Krako, John E. Miner, Wyba Nienhuis, Orland R. Stephenson, Melbourne D. Wells.

INDIANA

Fort Wayne: Vernon E. Brandt. Michigan City: Wilbur F. Miller. Shelbyville: Robert E. Eck.

IOWA

Des Moines: William R. Pollard.

KANSAS

Kansas City: Lenn H. Orr. Wichita: C. David Burrus.

KENTUCKY

Glasgow: Howard M. Jones. Louisville: Sam W. Lyverse, Charles S. Reich, Joe H. Wallingford.

LOUISIANA

Lafayette: A. B. Segars. Monroe: John Francis Savage. New Orleans: Leonard Glade. Shreveport: Milton W. Schober.

MAINE

Portland: Sylvester C. Miles.

MARYLAND

Baltimore: Allan K. Copsy, C. Rankin Hoskins, W. B. McCloskey.

MASSACHUSETTS

Boston: Robert E. Arnold, John J. Elliott, Simon Love, Dayton P. Morgan, Robert C. O'Connell.

MICHIGAN

Ann Arbor: Albert Waxman. Benton Harbor: William E. Wenban. Detroit: Paul A. Archer, Merrill A. Deitrich, E. Hoover Duff, Frank L. Gofrank, Sanford Goldberg, Rudolf G. Quitmeyer, James H. Wiles. Watervliet: Fred G. Johnson.

MINNESOTA

Duluth: Harold F. Seastead. Minneapolis: Leo Kleinbaum.

MISSISSIPPI

Jackson: Edward A. DeMiller, Jr., Evan Gallagher.

MISSOURI

Caruthersville: I. D. Bracey. Clayton: Alfon W. Larson, Jr. St. Louis: James S. Carter, Edwin Simon.

MONTANA

Great Falls: Kenneth V. Dunlap.

NEBRASKA

Omaha: Steve A. Cole, Jr., Maynard M. Helmeke, William Oliver Samuelson, Jr., William H. Taylor.

NEW JERSEY

Newark: Ralph Theodore Bartlett, Melvin Ehrich, Jack W. Kay, Aaron Kozak, William Mueller, Jr., C. S. Westhrop. Passaic: Robert G. Post.

NEW YORK

Hudson: Morton J. Glickman. New York: Philip Abel, Herbert A. Ahlgren, Max J. Anchin, Murray Asch, Tibor Bauer, Milton A. Bernstein, Edward Brender, Leroy J. Bruechert, Joseph W. Dodwell, James W. Ellwanger, Max Englander, Irwin S. Gleich, Edward M. Golden, Anthony Joseph Keller, Edward J. Lacombe, John H. Milbank, Stewart Warner Pach, Henry Schindall, Benjamin J. Schnitzer, Martin M. Spencer, F. Walton Wanner. Rochester: Phillip J. Phelan. Rye: James P. Kelly. Syracuse: William F. Barry, F. C. Soule. Troy: Harding H. Fowler. Watertown: Fred G. Karnas.

NORTH CAROLINA

Acme: Richard C. Passmore. Durham: Erma L. Adams.

OHIO

Akron: Leonard A. Lewis, James E. Thayer. Cincinnati: Robert P. Baker, John E. Groeber. Cleveland: William R. Fairgrieve, T. W. Harris, Douglas C. Leffingwell, Donald E. Long. Dayton: Gordon Kermit Battelle, H. Jewett Chrisman, Morris F. Fergus. Portsmouth: Eugene H. Fryman. Zanesville: James N. Hartley.

OKLAHOMA

Oklahoma City: E. Rea Chamberlain, Elbert Eugene Hammack, Jack T. Harback, J. Marquis Hedrick, Melvin L. McElroy, Donald D. McKinney, Kenneth Elwin Moak. Tulsa: William Horton Cook, George E. Wellman.

OREGON

Salem: Joseph F. Glennie.

PENNSYLVANIA

Beaver: Thomas E. Tenner. Philadelphia: Arthur H. Abramson, Jerome N. Berenson, James J. Engel, James J. FitzGerald, Joshua A. Freedman, James Borell Griffith, Walter P. Harris, Joseph Thomas Kelly, F. Allen Rutherford, Jr., Alfred J. Somers, Samuel V. Swarr, Jr. Pittsburgh: Harry Coon, Jr., Louis G. Fabian, Jr., Kenneth C. Kettering, Ross I. Pontius, Albert G. Radasky, Arthur Albert Resch. Uniontown: Frank DeFazio, Jr.

SOUTH CAROLINA

Columbia: Oscar S. Wooten.

TENNESSEE

Chattanooga: R. B. Bowers, Jr.

TEXAS

Amarillo: Thomas R. Wright. Beaumont: Marcus H. Dougharty. Big Spring: Grover Cunningham, Jr. Corpus Christi: Glenn Roy Doughty, Samuel Preston Doughty. Dallas: Norman E. Spray. Houston: Thomas Clifton Adams, B. J. Chenault, Richard M. Menn, Jr., O. F. Raaz, A. H. Rumsey, William H. Shoemaker. Longview: Louis B. Green. San Antonio: Wilbur A. Wood. Tyler: Robert Kingsley Peters, Jr. Waco: Parke E. Ressler. Wichita Falls: Richard R. Cocke.

UTAH

Ogden: Gordon L. Barney.

VIRGINIA

Richmond: Elliott Fuqua Elam.

WASHINGTON

Olympia: Gilbert O. Thomas. Seattle: W. E. Pile, Erwin G. Schreiber. Spokane: James A. Geiger.

WISCONSIN

Kaukauna: A. D. Ulrich. La Crosse: R. C. Spratt. Milwaukee: Wilmer E. Burow, James P. Melzer.

WYOMING

Laramie: W. A. Cole.

HAWAII

Honolulu: Clinton H. Lewis, Charles J. Moses, Robert L. Raudabaugh.

COLOMBIA

Bogota: Frank Castanheira.

AIA Comments on Revised Form S-1

The Institute committee on accounting procedures unanimously endorses simplification of SEC prospectuses but believes the extent of condensation proposed by SEC is inadvisable, chairman Paul K. Knight wrote in a recent letter to the Commission on revision of the registration statement designated as Form S-1.

In the committee's opinion, prospectuses should provide investors with financial statements at least as comprehensive as those in annual reports to stockholders.

Hope Nominated

[Continued from page 1]

former Treasurer of the State of Connecticut.

Mr. Eaton, partner in Eaton & Huddle and an AIA member since 1931, is a member of the Institute Council, committees on professional ethics and CPA handbook, and a member of the editorial advisory board.

Mr. Foye, partner in Haskins & Sells and an AIA member since 1927, is a member of Council and the executive committee, a trustee of the American Institute of Accountants Foundation, chairman of the committee on foreign affairs, and a member of the committee on CPA handbook.

Mr. Perrin, senior partner in A. M. Pullen & Co. and an AIA member since 1935, is a member of Council and the executive committee, chairman of the committee on public relations, and a member of the committee on technical sessions.

Mr. Russell, partner in Lybrand, Ross Bros. & Montgomery and an AIA member since 1930, is a member of committees on admissions and cooperation with bankers, former member of Council, former chairman of the committee on professional ethics, and a past president of Michigan Association of CPAs.

Mr. Caffyn, partner in Hurdman and Cranstoun, is treasurer of the Institute and has been a member since 1926. He is a member of the executive committee and the committee on budget and finance, and a member of the committee on publication, a trustee of the American Institute Foundation and of the Institute Benevolent Fund.

Errol Kerr Dies at Age 72, Expert on Hotel Accounting

Errol Kerr of New York City, senior partner in Harris, Kerr, Forster & Co., and authority on hotel accounting, died April 18, the day before his 73rd birthday. He joined the Institute in 1917.



Mr. Kerr

Mr. Kerr, a native of Edinburgh and a chartered accountant of Scotland, came to the United States in 1910. He introduced many accounting principles incorporated in a uniform system of accounting adopted by numerous hotels and clubs.

Rodney F. Starkey of New York City, former AIA Council member, died April 5 at the age of 53. Mr. Starkey, who joined the Institute in 1931, had been chairman of its committee on budget and finance and a member of the executive committee. He was employed by Price, Waterhouse & Co. in 1918 and admitted to partnership in 1933. In 1948 he became associated with Deloitte, Plender, Griffiths & Co., retiring two years later.

Tom F. Carey of Oklahoma City, only member of Oklahoma CPA Society twice elected to its presidency, died April 5 at the age of 67 following a heart attack. Mr. Carey, a native of Arkansas, had been an Institute member since 1922. He had conducted an independent public accounting practice in Oklahoma City since 1921.

I. Graham Pattinson, a past president of the California Society of CPAs, died in Arcadia, Calif., on April 20 after a long illness at the age of 65. He had been an Institute member since 1918 and a member of the committee on professional ethics. Mr. Pattinson was a chartered accountant of England and a retired partner of Price, Waterhouse & Co.

John Y. Richardson of Portland, Ore., first chairman of the Oregon board of accountancy, died April 7 at the age of 70 following a heart attack. He became a member of the Institute in 1909. Mr. Richardson, who was born in Charleston, S. C., had lived in Portland 45 years.

A. Lester Andrus of Seaside, Ore., died March 18 at the age of 79. He had been a member of the Institute and predecessor organizations since 1914.

Richard A. Ellington, head of the CPA firm of Richard A. Ellington and Company in Fayetteville, N. C., and an Institute

member since 1942, died March 22 at the age of 36 following a heart attack. Mr. Ellington was a graduate of the University of North Carolina and a member of Phi Beta Kappa.

Laura M. Menn, with the Boston office of Patterson, Teele and Dennis since 1943, died March 25 at the age of 55. Miss Menn had been an AIA member since 1938. She was formerly associated with the Boston office of Cooley and Marvin, CPAs, and had conducted an independent practice.

James Lindsay Rose of Indianapolis, past president of the Indiana Association of CPAs, died March 20 in La Jolla, Calif., where he had lived in recent months. Mr. Rose, 51, was a native of Chicago and had been a member of the Institute since 1937. In 1931 he joined the Chicago staff of Ernst & Ernst. Fifteen years later he became manager of the firm's Indianapolis office and, in 1944, was admitted to partnership.

H. Glenn Huffmon of Detroit, secretary of the Michigan State Board of Accountancy for the last four years and an AIA member since 1930, died March 26 at the age of 56. He had been associated with the Detroit office of Lybrand, Ross Bros. & Montgomery for 25 years. Mr. Huffmon, who was born in Missouri, studied at the University of Missouri and was a graduate of Detroit Institute of Technology where he taught accounting for seven years.



Mr. Huffmon

Henry M. Haesloop of New York City, a partner in S. D. Leidesdorf & Co. since 1945 and an Institute member since 1922, died on April 17 at the age of 65. He had been employed as a bookkeeper and public accountant before joining Leidesdorf in 1910.

Ralph T. Hand, on the Philadelphia staff of Lybrand, Ross Bros. & Montgomery since 1924 and an AIA member since 1936, died March 20 at the age of 51. He was a native of Millville, N. J., and a graduate of the University of Pennsylvania.

Julius V. Weiss of Chicago, partner in Weiss and Cottle and an AIA member since 1917, died March 22 at the age of 62. Mr. Weiss, a native of Europe, was employed by the Chicago office of Price, Waterhouse & Co. from 1914 until 1925 when he established his own practice.

Changes Are Announced By 8 Accounting Firms

Ralph W. Henkel has moved his office to Room 603, Security National Bank Building, Sheboygan, Wis.

Main 8c Company, 1900 First National Bank Building, Pittsburgh, Pa., has admitted as partners Howard W. Maloy and Robert G. Yinger.

Murphey and Nash and Jones, 240 N. Church St., Decatur, Ill., has admitted Robert L. Baker and Robert H. Jenne as partners.

George A. Peterson has opened an office at 7800 Ivanhoe Ave., La Jolla, Calif.

Peter J. Repetti and William H. Sullivan have formed a partnership for the continuation of their practices under the firm name of Peter J. Repetti & Co., at 149 Broadway, New York 6, N. Y.

James A. Smith and Ethel W. McNinch have formed the partnership of James A. Smith 8c Co., 860 Security Building, Phoenix, Ariz. This firm will continue the practice of James A. Smith with whom Mrs. McNinch has been associated for eight years as a staff member.

Earl F. Walborg 8c Co., Esperson Building, Houston 2, Texas, has admitted James G. Jones as a partner.

George A. Young has opened an office at 547 W. Julian, San Jose 10, Calif.

CPAs' Services Are Exempt From Price Regulations

The services of CPAs are considered professional and are exempt from price regulations, according to Acting Chief Counsel Harold Leventhal of the Office of Price Stabilization. Mr. Leventhal advised the American Institute of the exemption last month in response to its inquiry.

The
CPA

The Certified Public Accountant

270 Madison Ave., New York 16, N. Y.

INSTITUTE OFFICERS

PRESIDENT: T. Coleman Andrews

VICE PRESIDENTS: Gordon S. Battelle,
Richard C. Mounsey, Frank L. Wilcox,
John H. Zebley, Jr. TREASURER: Harold
R. Caffyn, EXECUTIVE DIRECTOR: John
L. Carey.

The CPA

June 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

OUTSIDE LOOKING IN

fay John L. Carey

Spring is the open season for meetings — regional conferences, graduate study conferences, state society annual meetings, chapter meetings, joint meetings with bankers, lawyers, controllers, cost accountants.

This means that the spring is traveling time for the officers and members of the staff. Face-to-face communication is better than all the printed words in the world—including these.

Personal acquaintance makes a professional society much more than a list of names in a membership directory. No large national organization can be successful unless its officers and staff know how the members feel, what they are thinking and what their problems are.

Since April 1st the officers and staff, officially representing the Institute, have attended 38 meetings. The people and the places are listed elsewhere in this bulletin. Collectively we have talked with hundreds of certified public accountants and have been heard by many hundreds more. We have made the following observations which seem significant:

The local practitioner is on the march. More than ever before he feels himself a full-fledged member of a highly organized profession. He is eager to assume his share of the responsibilities of that profession and to take an active part in its work. The trend is evidenced by the downstate meeting of the Illinois Society, at Peoria, which turned out a record attendance. Its discussion sessions were

[Continued on page 6]

Senators Hear AIA President

President T. Coleman Andrews testified last month in Washington before the Senate Committee on Expenditures in the Executive Departments.

This was one of a score of engagements undertaken by Mr. Andrews in the last ninety days.

The Institute president expressed the opinion that the Joint Congressional Committee on the Budget, proposed in a pending bill, S. 913, would increase rather than reduce the cost of government.

Congressional control over expenditures of the Executive Branch is urgently needed, Mr. Andrews said, but the work of the proposed Joint Committee staff would duplicate activities of existing staffs of the House Appropriations Committee and the Senate Finance Committee. It would also cover a field delegated by law to the General Accounting Office. Congress, however, has never appropriated adequate funds to enable GAO to carry out this responsibility.

"We do not believe that S. 913 will either simplify the present situation or effect any economy," Mr. Andrews

continued. "We believe, on the contrary, that it will further complicate what appears to us to be an already over-organized, unduly complex and dangerously obfuscated situation and, in addition, add substantially to the already intolerable cost of managing the nation's business."

In the last three months, in addition to testifying in Washington and attending the Institute's Council meeting at Colorado Springs, President Andrews has addressed groups in ten states and Canada.

Among them are Illinois CPA Society; Dominion Association of Chartered Accountants; West Virginia University Tax Institute; Norfolk & Western Railway employees; New England Accounting Conference; Middle Atlantic States Accounting Conference; Southern States Accountants Conference; Eastern, Midwestern and Pacific Conferences of the Controllers Institute; National Association of Credit Men; California CPA Society.

Since the first of April, other Institute officers and staff members have

[Continued on page 7]



President Andrews Opposes a Joint Congressional Committee on the Budget

Two Congressmen Appear On California Program

Two members of Congress from California took part in the State Society's 1951 annual meeting. At the directors' luncheon on June 7, Rep. Norris Poulson, CPA, introduced Sen. William H. Knowland who discussed American foreign policy. This program marked the fiftieth anniversary of California's first Accountancy Act.

A placement service has been introduced by the committee on education of California Society's Los Angeles Chapter. Accounting majors in colleges throughout the state, seeking employment in public accounting, have filled out application forms. Faculty members have supplied additional information. Complete files were available to employer members of the Society at its Los Angeles and San Francisco offices.

California Society's Sacramento Chapter assisted Sacramento State College in conducting its Second Annual Accounting Institute, May 12. This meeting was attended by CPAs from all parts of the Sacramento-San Joaquin Valley, their staff members,

businessmen, college students and faculty. The Society plans similar annual programs in several smaller cities.

Illinois Society Raises Dues

Since June 1, members of Illinois Society who reside, maintain a place of business, or are employed in Cook County (Chicago and vicinity) have been paying dues of \$25 a year if they have held CPA certificates five years or more. For all others the new rate is \$15.

CPAs, Lawyers Exchange Hospitality

Mississippi lawyers were guests of CPAs at the State Society's annual meeting, May 26. E. Charles Eichenbaum, member of the American Bar Association's Taxation Section, discussed "Some Fundamentals of Income Taxation." CPA Robert W. Hartford, chairman of the Joint Committee on State Legislation of the Mississippi CPA Society and the State Bar Association, presented his committee's report.

A week later, on June 2, the lawyers

invited CPAs to attend Mississippi Bar Association's annual convention. Principal speakers were William G. Cullen, Head of the Southwestern Division Technical Staff, U. S. Treasury Department; and R. Cecil Kilpatrick, chairman of the Bar Association Section on Taxation.

For the third consecutive year, Virginia Society of Public Accountants and the State Bar Association held their joint Conference on Federal Taxation, at the University of Virginia, June 13-16. Nationally known CPAs, lawyers and teachers discussed federal tax problems.

Among the speakers were Vice Chairmen Wallace M. Jensen and J. S. Seidman of the AIA committee on federal taxation; and Chairman Morton P. Fisher of the American Bar Association Section of Taxation. Virginia Society President Edward I. Hardy and American Institute President T. Coleman Andrews presided at technical sessions.

Texas CPAs Confirm Payables

Ninety-four per cent of Texas CPA firms favor some direct confirmation of accounts payable. This is one of the conclusions of a survey conducted by Texas Society's committee on auditing procedures with the help of Alpha Kappa Psi, professional business fraternity, at Southern Methodist University.

Of more than 100 firms replying to a questionnaire, 80 per cent confirm payables to a limited extent; 14 per cent attempt direct confirmation of all accounts payable; and the remaining six per cent do not confirm any of the accounts. The committee plans similar studies of other procedures.

New Jersey Approves PR Fund

New Jersey Society members, at their recent annual meeting, unanimously approved an assessment to continue an expanded public relations program, integrating statewide and local activity, through the next fiscal year. Members in public accounting practice for more than five years will contribute \$10, others \$5.

Illinois Downstate Chairman Emphasizes a Point



William E. Krieger of Peoria (R), chairman of Illinois CPA Society's downstate activities committee, talks to John L. Carey (center), executive director of the American Institute, at the Society's annual downstate meeting early in May. Illinois Society President Donald R. Jennings is at the left.

Plans Announced For Annual Meeting

Arrangements for the Institute's 64th annual meeting were discussed by the committee on technical sessions, at Colorado Springs, last month. Time and place are Chalfonte-Haddon Hall Hotel, Atlantic City, October 8-10.

Council and the Association of CPA Examiners will hold their fall meetings on Saturday, October 6. A forum on state legislation is scheduled on Sunday; the annual banquet and dance on Monday.

When the meeting was transferred from Washington to Atlantic City, it was necessary to change the dates to assure adequate hotel accommodations. Most major events will be scheduled early in the program for the convenience of members who wish to observe religious holidays.

Mexico Invites CPAs To Fall Conference

Institute members are invited to attend the Second Inter-American Conference on Accounting in Mexico City October 29-November 1.

Mexican accountants are making extensive preparations to entertain visitors from principal Western Hemisphere nations.

Any member who would like to visit Mexico is asked to notify the executive director as soon as possible.

Pattern Speech Available For High School Talks

What can one tell boys and girls about the accounting profession?

To answer this question for AIA members speaking to high-school students, the public relations staff has prepared a pattern speech entitled "Your Future in Public Accounting." It is available on request.

New Life for Old Books

CPAs who have duplicate accounting books and pamphlets are asked to send them to the U. S. Book Exchange, 1816 Half Street, S. W., Washington 4, D. C., prepaying shipping charges. This is a non-profit organization which supplies material to libraries and other institutions in destitute countries.

Nominations for Officers of the American Institute



President:
J. William Hope
Connecticut



Vice President:
Marquis G. Eaton
Texas



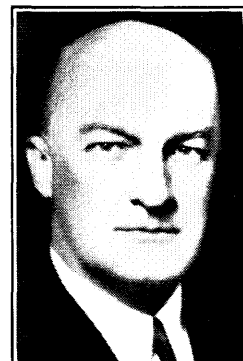
Vice President:
Arthur B. Foye
New York



Treasurer:
Harold R. Caffyn
New York



Vice President:
George E. Perrin
North Carolina



Vice President:
Donald M. Russell
Michigan

Work Begins on Annual Report Survey; Magazine Wholesaler Audit Study Due Soon

The research department reports progress on two major projects.

With the assistance of Miss Olivia Hamre who recently joined the staff, following experience with a CPA firm, compilation of data for the fifth annual-report survey has begun.

This volume, which will analyze practices of 500 representative corporations, as revealed in their annual reports, is scheduled for publication late in the fall. As in previous years, several temporary employees are working on the survey.

Methods actually applied by a practitioner in auditing accounts of a client engaged in wholesale distribution of newspapers and magazines are explained in the ninth of a series of case studies, to be issued by the committee on auditing procedure this month.

The text describes and illustrates fi-

nancial statements, accounting records, major accounting policies and the review of internal control.

Regional Conference Season Ends With Oregon Parley

The 1951 regional accounting conference season ended on June 16-18 with the Oregon Society welcoming CPAs to Portland from the neighboring state of Washington to the twenty-eighth annual Northwest Conference.

It began on April 19-20 with the Connecticut Society playing host to New England States in Hartford.

Two other conferences were held between these dates: the Middle Atlantic, held in conjunction with the 50th anniversary of the Maryland Association, at Baltimore on May 24-26; and the Southern States in Tulsa on June 3-6, with the Oklahoma Society as host.

New Laws Benefit Veterans, Students

This year 44 legislatures held regular sessions; 31 have adjourned or recessed; 108 accounting bills have been introduced in 35 states.

One California law permits reinstatement of licenses or registrations expiring during military service, without examination, within one year after discharge. Another allows a veteran who has filed for registration as a public accountant, and reenters military service, to defer completion of education or experience requirements for 18 months after his discharge.

Colorado CPA Society sponsored a bill to increase fees and raise educational requirements. It was enacted with an amendment which eliminates all educational requirements, and reduces the experience qualification from five to three years, in 1956.

A law sponsored by Florida Institute of Accountants provides that, in five years, every new CPA candidate must be a college graduate majoring in accounting. Meanwhile such a candidate may take the CPA exam and, if successful, receive his certificate after one year's work or on completion of an additional one-year accounting course.

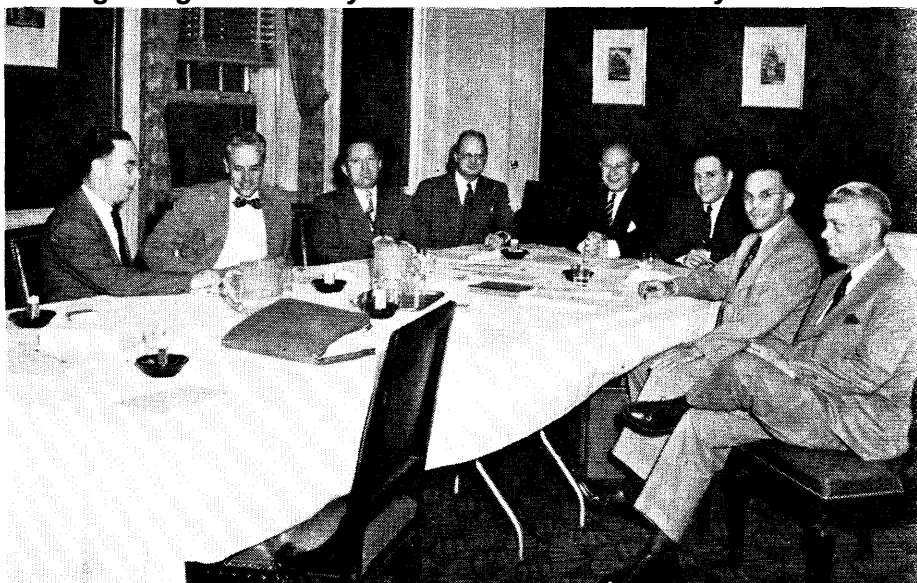
A New Hampshire bill, to raise educational requirements and eliminate a four-year experience qualification, was enacted in a form which leaves educational and experience specifications unchanged except that candidates are permitted to fulfill the experience requirement after taking the examination.

Dickinson, Hatfield Named to Hall of Fame

Arthur Lowes Dickinson and Henry Rand Hatfield were posthumously elected to the Accounting Hall of Fame at Ohio State University's Thirteenth Annual Institute on Accounting, May 18-19.

Harvey W. Metz, with the Cleveland office of the Internal Revenue Bureau, highest-ranking Ohio candidate in the November, 1950, CPA exam, and Alfred A. Wilhelm, with the Cleveland office of Ernst & Ernst, runner-up, received the annual awards of the Ohio Society at the meeting.

Long-Range Tax Policy Subcommittee After Busy Session



L to R: AIA Public Relations Director Charles E. Noyes; John S. Cowing; Russell S. Bock; Wallace M. Jensen, chairman, subcommittee on current tax legislation; J. S. Seidman, chairman, subcommittee on long-range tax policy; Charles E. Sigety, assistant to tax committee; Walter M. Bury; Hal Canary.

Papers on Various Aspects of Tax Policy Presented at Intensive 2-Day Parley

Innovations marked the first meeting of the subcommittee on long-range tax policy, under the direction of Chairman J. S. Seidman, in New York City, May 28-29.

On the serious side, the committee explored the general subject; "What should the nation's tax structure be like in terms of a permanent long-range program?"

Members presented papers on topics assigned by the chairman several months before the meeting. The agenda included:

Averaging of Income, by John S. Cowing of Philadelphia.

Capital Gains and Losses, by Alvin W. Burket of Richmond (read in his absence).

Corporate Tax, by Walter M. Bury of Detroit.

Family Tax, by Russell S. Bock of Los Angeles.

Emergency or War Taxes, by Leslie Mills of New York City (substituting for Leland G. Sutherland).

Estate and Gift Taxes, by W. Waller Grogan of Louisville (read in his absence).

Administration and Penalty, by Hal Canary, Memphis.

Thomas J. Green of New York City, general chairman of the committee on federal taxation, addressed the subcommittee at its opening session. Wallace M. Jensen of Detroit, chairman of the subcommittee on current tax legislation, attended the entire program.

After the first day's work, committee members were guests of the chairman at a buffet supper followed by a theatre party at the musical *Make a Wish*, one of several Broadway productions of which Mr. Seidman has been a backer.

Other guests were AIA Executive Director John L. Carey, Public Relations Director Charles E. Noyes, and Managing Editor William S. Papworth of *The Journal of Accountancy*. Wives were invited to the entertainment program.

Council Member Honored

A. H. Puder of Newark, N. J., member of the Institute Council and past president of the New Jersey Society, received an honorary degree of Doctor of Laws from Upsala College on June 4.

New Booklet Describes Membership Benefits

Latest development in the membership promotion program, approved by Council at its May meeting, is a pamphlet entitled *Cooperation for Professional Advancement*.

It explains why every eligible CPA should belong to the national organization representing his profession.

Prepared by the public relations department with the advice of the membership committee chairman, the booklet is expected to come off the press shortly. Copies will be sent to all non-member CPAs. Each individual practitioner and firm represented in the Institute will receive an information copy with a letter urging participation in the effort to obtain more members.

Publication of the new membership booklet is one of a series of projects to increase membership. Another is a questionnaire to all public accounting firms represented in the Institute, asking how many partners and employees are AIA members.

Other Promotion Projects

Other recent membership-promotion projects, some of which will be continued, include the following:

Congratulatory letters are sent to each new CPA by the membership committee chairman, with copies to local committee members.

Copies of Institute correspondence with prospective members are sent to local committeemen.

Monthly lists of applications received are sent to the membership committee, classified by states, to help committee members check the effectiveness of their individual efforts.

A number of state CPA societies publish in their bulletins names of new Institute members or other information about membership.

Letters recommending AIA membership have been sent to non-member CPAs by presidents or past presidents of state societies.

Membership on May 31, 1951, was 17,465, a gain of 1404 since the beginning of the current fiscal year on September 1, 1950. This total compares with 1363 in 1920; 2196 in 1930;

5497 in 1940. The recent rate of growth, however, shows a decrease from the preceding year. Applications received since September 1 total 1582 compared with 1879 a year ago.

Forecasts Further Drop

The committee on membership predicts a continued decline in growth unless efforts are made to counteract it. The number of candidates sitting for the CPA examination has been decreasing. Many young men who would ordinarily be training for the profession are entering the Armed Forces. Resignations from older members, including some who are retiring from practice, and from others who are leaving public accounting for mobilization activities, are expected to increase.

"The effectiveness with which national and state societies of CPAs can promote the interest of the profession," the new pamphlet explains, "is in direct proportion to the size of the membership ... The influence of a professional society in dealing with legislators, other professions and the general public depends upon the ex-

tent to which it can claim to speak for the whole profession."

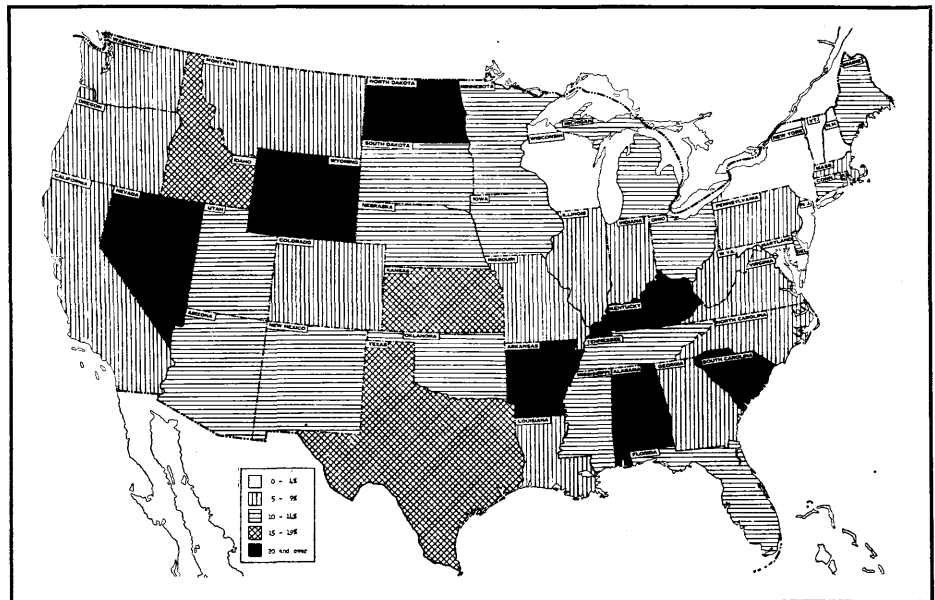
Only about 44 per cent of the CPAs in the United States are now Institute members.

Two basic reasons why professional men join professional organizations are cited in the new booklet: to advance skills, techniques and shared knowledge; and to uphold professional standards, including qualifications for professional titles.

"Every eligible CPA," the pamphlet points out, "owes it to himself to belong to the American Institute, and to use it as a means of expressing his ideas about promoting the best interests of the profession."

The membership committee, under Chairman Coleburke Lyons of Michigan, has compiled an outstanding record in membership promotion. But with some 22,000 non-member prospects, the task is obviously beyond the capacities of 180 committeemen. It requires the help of every present Institute member in explaining the benefits and advantages of membership to other CPAs.

AIA Membership Promotion Spans the Nation



The map above shows, by states, approximate percentages of non-member CPAs on September 1, 1950, who had applied for Institute membership by April 30, 1951. Ratios may be misleading for a few smaller states. In Vermont, for example, all CPAs in public practice already belong to the Institute.

Touring Officers and Staff Find CPAs Busier, More United Than Ever Before

[Continued from page 1]

excellent. It was decided to organize several chapters of the Illinois Society in cities outside Chicago.

Bankers and credit men are more conscious than ever before of the professional standards of certified public accountants. They are surprisingly well informed on audit procedure and reporting requirements as outlined in *Auditing Statement No. 23*. Even in the smaller communities they are beginning to influence borrowers to permit CPAs to extend the scope of audits.

The public relations activities of the profession are beginning to show results. CPAs feel that their standing in their own communities is on the rise. They are receiving more invitations to address civic groups, serve on committees and take part in community projects.

More schools of business are cooperating more actively with the organized profession. A typical example was the first joint meeting of the Cincinnati and Dayton Chapters of the Ohio Society on the campus of Miami University at Oxford, under the auspices of the University's business school.

CPAs are busier than ever. The defense program has superimposed a lot of accounting work on top of ordinary demands. A shortage of trained personnel is developing. Employment opportunities for graduates with accounting majors have been excellent this spring.

Many openings exist with smaller firms which cannot do their own recruiting on the campuses. Thus there is a good deal of interest in the Institute's Personnel Reference Service which, it is hoped, can bring such firms together with graduates who want jobs.

The profession is more united than ever before. A general feeling of close relationship has developed among local, state and national organizations. State societies and the Institute include a larger percentage of the total number of certified public accountants than ever — and membership is still growing. At frequent meetings the partners of large, medium sized and

smaller firms are finding that they are the same kind of people with the same kinds of problems.

In general, CPAs have an increasingly strong sense of fraternity, pride in their profession and confidence in the future.

On the Staff 25 Years



Elizabeth Arliss Nicholson, assistant to the executive director, began to work for the American Society of CPAs—since merged with the Institute—in 1926.

Five Accounting Firms Announce Changes

Harvey T. Casbarian has moved his office to 1 East 24th St., Baltimore 18, Md.

Vernon Riddle, partner in Wilson & Riddle, Fidelity National Bank Building, Twin Falls, Idaho, will continue the firm's practice under his own name.

Rubel and Fields, Rew A. Godow and Company, and David R. Lawrence announce the merger of their practices and the formation of the firm of Rubel, Fields, Godow and Lawrence, 35 East Wacker Drive, Chicago 1, Ill.

H. Lee Schnure, Jr., has moved his office to 7 North Brentwood Blvd., Clayton 5, Mo.

Arthur E. Welsh and John H. Baird have dissolved the firm of Welsh and Baird, Union Commerce Building, Cleveland, Ohio. Mr. Welsh and Douglas C. Leffingwell have formed the firm of Welsh and Leffingwell at the same address.

Two Past Presidents Of State Societies Die

Roy A. Janz of Minot, past president of the North Dakota CPA Society and former secretary of the State Board, died suddenly on May 14 at the age of 47. He had been an AIA member since 1936.

Mr. Janz, senior partner in the public accounting firm of Janz, Iverson & Martz and a native of North Dakota, had practiced public accounting in that state for more than 25 years. He was a graduate of the University of North Dakota, a director of the Minot Association of Commerce, and a member of several fraternal organizations.

Henry W. Neill of Augusta, Ga., immediate past president of Georgia CPA Society and former chairman of its Augusta Chapter, died May 5 after a week's illness at the age of 56. He became an AIA member in 1945.

Mr. Neill was the first commander of the Georgia branch of the Army and Navy Legion of Valor, consisting of veterans decorated for unusual service. In World War I he received the Distinguished Service Cross and the Purple Heart. He was a native of Greenville, S. C., and a graduate of Tennessee Military Institute.

George Andrew Bone of Memphis, Tenn., partner in the CPA firm of Reynolds, Bone & Griesbeck and an AIA member since 1927, died suddenly on April 24 at the age of 83. Mr. Bone had been vice president of the Memphis Kiwanis Club and Kiwanis District Governor in the Mississippi-Louisiana-West Tennessee area. He was born in Fayette County, Tenn., and studied at Cumberland University in Lebanon.

S. Clay Harkness of Wichita, Kan., Chief Accountant of Globe Oil and Refining Company and an AIA member since 1927, died on April 3 at the age of 59. Mr. Harkness, who was born in Springfield, Mo., had been purchasing agent of Wentz Oil Company in Ponca City, Okla., for 22 years before coming to Wichita about nine years ago. He was a former member of the Kansas State Board of Accountancy, and a member of state CPA societies in Missouri, Kansas and Oklahoma.

L. Lynn McManus of Philadelphia, partner in the CPA firm of Frank S. Glendening & Co. and an AIA member since 1929, died April 4 at the age of 61. Mr. McManus was a native of Philadelphia and studied at the University of Pennsylvania. He had practiced public accounting in Philadelphia at various times since 1918, had been comptroller of The Jessup & Moore Paper Co. for 11 years, and for three years was an examiner for the Federal Reserve Bank.

Applicants Recommended for Admission

The committee on admissions recommends admission of 190 applicants for membership in the Institute—15 who have been accorded credit for having passed examinations acceptable to the committee, and 175 who have passed the uniform examination for the CPA certificate.

These applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before July 15, 1951.

ALABAMA

Birmingham: James T. McCarty, Jr.

ARIZONA

Phoenix: Lloyd O. Parker, J. W. Sweeney.

CALIFORNIA

Beverly Hills: Murray Kray, Harry Spitzer. Hollywood: James M. Selig. Los Angeles: Harold Eugene Alford, Richard Thomas Clare, Robert E. Gnagy, Marvin Levin, Jack Zidell. Oakland: Marion Peter Horen. Orange: Ivan H. Swanger. Sacramento: W. Bernard McEnerney. Salinas: A. Carleton Williams. San Diego: David C. Hobson. San Francisco: Max M. Green, Lawrence S. Kurz, Harry T. Magill, Arthur Peter Metzger, Roy Stanley Nichols, Joseph E. A. Sauer. San Jose: J. T. Barnett. Santa Monica: Arthur J. Dellinger.

COLORADO

Denver: Jose M. Acebo. Pueblo: James M. Rains.

CONNECTICUT

Bridgeport: Henry Bernard. Hartford: Nathan A. Sigal. Meriden: Leon Wasserman. Windsor Locks: Lansdale Boardman.

DISTRICT OF COLUMBIA

Washington: Donald W. Bacon, Leroy Curley, Jeremiah J. Hurley, Turner C. Trippe, Jr.

FLORIDA

Jacksonville: H. B. Bradford, Winfred L. Herndon, Jr., Harold C. McGuigan, James Mullaney. Miami Beach: Bernard B. Davidson, Victor I. Eber. Orlando: Charles C. Colley, Jr.

GEORGIA

Albany: Charles H. Anderson. Atlanta: Ralph M. Braswell, Sr., A. P. Butler, Leon D. Howell, Carlton B. Ketchum. Columbus: Herbert Fingerhut.

IDAHO

Boise: Jay D. Campbell, James W. Hefley, Marcell Learned.

ILLINOIS

Chicago: Clarence E. Carlson, John F. Cross, Jr., John D. Desmond, Thomas E. Gallagher, Edward Frank Hosek, Raymond L. Kelley, Wilbur Clarence Mattila, Hilary H. Sax, George Tipescu, Mary T. Washington, Raymond S. Weisler.

INDIANA

Indianapolis: Laurence F. Haskett, Clyde F. Johnson, Glenn Harley Rhoades. Muncie: Charles M. Thomas.

IOWA

Atlantic: Malcolm D. Livengood. Cedar Rapids: Walter W. Badger.

KANSAS

Wichita: Jack D. Chism, Sr., Ealon Stanley Hocutt, Chris Vincent Kemendo, Jr., Harry O. Lytle, Jr., Louis Howard Myrick, Richard L. Snodgrass, Oran Wadsack, C. Merritt Winsby.

KENTUCKY

Louisville: Charles H. Hardesty, Harold B. Lindsay, John E. Magel, Joseph T. Wooldridge.

MAINE

Portland: Frederick A. Boyce.

MARYLAND

Baltimore: Wallace Irvin Cousins, Sr. Luther H. Reese. Hagerstown: Arthur I. Cooper.

MASSACHUSETTS

Boston: Michael Balzotti, Francis E. Carlson, Ambrose J. Claus, Robert J. Henley, Waino A. Peterson, Charles P. Richmond, Pasquale Santilli.

MICHIGAN

Detroit: John W. Burns, Seymour M. Israel, Chester J. Kree, Edward J. Premo, Arnold E. Raether, Harry I. Sullivan.

MINNESOTA

Duluth: L. R. Graving. Minneapolis: John F. Dolezal, Robert F. Gallagher, R. H. Massopust, John R. O'Keefe, Walter R. Schulman.

MISSOURI

Kansas City: Norman L. Cochran, John Harold Hayob.

NEW JERSEY

Asbury Park: Norman Dorfman. Camden: Joseph Pelechowicz, Charles Sachse. Newark: Benjamin Barth, Martin L. Fleischman.

NEW YORK

Buffalo: Lester E. Stone. Long Beach: Seymour E. Blum. New York: George B. Arnold, Jr., R. V. DeVore, John W. Ernest, Jerome Farmer, James Joseph Maher, Donald Phelps Matheson, Francis X. Pryor, Richard D. Schoen. Syracuse: H. Tombler. Yonkers: Ernest R. Catenacci.

NORTH CAROLINA

Charlotte: Parks N. Austin, Lowell M. Reed. Greenville: James R. Worsley.

NORTH DAKOTA

Fargo: Thomas C. Ray. Grand Forks: L. A. Harvey, Ludwik Kulas.

OHIO

Cincinnati: Paul W. Babin, Donald E. Hathaway. Cleveland: George R. Creel, Robert R. Lucas. Columbus: Francis T. Allison, Phillip W. Finke. Dayton: Heathman T. Allen, Jack Nathan Brusk, Donald A. Moeller, Geo. M. Richter, Charles H. Stowe, Jr. Dover: James E. King. Toledo: Robert Wallace Chambers.

OKLAHOMA

Tulsa: William J. Ashe, Eugene H. Bala.

OREGON

Portland: M. F. Hamilton.

PENNSYLVANIA

Erie: Michael R. Yarbent. New Castle: Robert W. Bowman. Philadelphia: Abraham Cades, Benjamin Chapman Hand, Allan E. Hecsh, George Magen, James Dennis McMenamin, A. Eugene Stillman, Stanley Joseph Witkin, Sidney K. Zamrin. Reading: John F. Rodgers.

RHODE ISLAND

Providence: Howard Joseph Swanson.

TENNESSEE

Chattanooga: Kenneth G. Tipton.

TEXAS

Amarillo: Robert F. Brown. Austin: E. Maxwell Jones. Beaumont: Fred C. Theobald, Jr. Big Spring: Louis D. Carothers. Corpus Christi: John Joseph Kirkpatrick, Jr. Dallas: Norman W. Bramley, Wilfred A. Bryan, Walter H. Coleman, Jr., Theodore J. Kreatschman, Dewey L. Lawhon. Del Rio: Willie E. Cook. Houston: Waymon Dale Boyd, Alfred F. Cramer, V. W. Lacey, Oscar Leder. Lubbock: Curtis E. Pryor. McAllen: Ernest E. Eubanks. Texarkana: Grover R. Bass.

VIRGINIA

Norfolk: Samuel Laibstain. Richmond: Frank H. Kesler, George Rockkind, Jesse W. Turner. Roanoke: Clinton E. Slusher.

WASHINGTON

Everett: Ralph W. McLeod. Seattle: Cecil M. Cole, Ludwig Lobe. Sunnyside: Ed Galey.

WEST VIRGINIA

Morgantown: Stephen D. Tanner.

WISCONSIN

Milwaukee: I. G. Dorheim, Glenn Lewis Krause.

WYOMING

Casper: H. J. Clare, Jr. Cheyenne: Alvin C. Wade.

HAWAII

Honolulu: Douglas E. Cameron, Robert Blake Creps.

New Appeal Issued On Manpower Data

Only one out of every five questionnaires sent to all accounting firms represented in the Institute membership on April 19, asking about the number of principals and staff men liable for military service, has been returned.

According to Chairman J. Harold Stewart of the committee on national defense, the Institute must present Government agencies with facts to justify recognition of accounting services as essential or critical at an appropriate stage in mobilization.

The number of questionnaires received to date is not sufficient for this purpose. Firms which have not returned the form are urged to do so immediately.

Andrews Testifies On Budget Bill

[Continued from page 1]

filled speaking engagements in the cities listed below.

Vice President Gordon S. Battelle: Dayton, Ohio; Pittsburgh, Pa.

Vice President Richard C. Mounsey: Portland, Ore.

Vice President Frank L. Wilcox: New Orleans, La.

Vice President John H. Zebley, Jr.: Lexington, Ky. (University of Ky.); Philadelphia, Pa.; Wilmington, Del.

Executive Director John L. Carey: Baltimore, Md.; Buffalo, N. Y.; Colorado Springs and Denver, Colo.; Hartford, Conn.; Lexington, Ky. (University of Ky.); Oxford, Ohio (Miami University); Peoria, Ill.; Providence, R. I.; Tulsa, Okla.

Administrative Secretary H. T. Winton: Joplin, Mo.; Little Rock, Ark.; Wichita, Kan.

Research Director Carman G. Blough: Chicago, Ill.; Cleveland, Ohio; Hamilton, Ont., Canada; Hartford, Conn.; Knoxville, Tenn.; St. Louis, Mo.; Salt Lake City, Utah; State College, Pa.; Tulsa, Okla.; Washington, D. C.

Educational Director Robert L. Kane, Jr.: Atlanta, Ga.; Boston, Mass.; Hartford, Conn.

Public Relations Director Charles E. Noyes: Albuquerque, N. M.; New York, N. Y.; Phoenix, Ariz.; Portland, Ore.; Reno, Nev.; Tucson, Ariz.

29 More CPAs Called to Duty with Armed Forces

Information from 29 more Institute members that they have been called into military service brings the total reported with the Armed Forces to date to 83.

Arizona: W. Carl Dale, Major, Air Force.

California: Samuel Mendelson, Marine Corps; Richard D. Ringe, Lt. (jg) Naval Reserve.

Colorado: Jack E. Foulds, Lt., Air Force.

Delaware: Martin J. Mealey, Air Force.

District of Columbia: John T. Glynn, Navy.

Florida: Jack T. Compton, Captain, Army.

Georgia: Harper H. Harden, Jr., Captain, Air Force.

Illinois: Elmer G. Etscheid, Air Force; Joseph E. Moran, 2nd Lt., Army; George L. Philip, Army.

New York: Bernard Barnett, Air Force; Bernard B. Lynn, Army; Philip M. Neagle, 1st Lt., Army; Alexander J. Norman, 1st Lt., Army; Jaroslau Sukmanowsky, 1st Lt., Army.

Oklahoma: Erwin Alpern, Lt., Army; Donald D. McKinney, Lt., Air Force.

Oregon: Carl C. Backstrom, 1st Lt., Marines; LeRoy A. Hewitt, Air Force; Philip K. Hintz, 1st Lt., Marines.

Rhode Island: Carl A. Challberg, Captain, Army.

Tennessee: George W. Thompson, Major, Air Force.

Texas: James W. Gould, S/Sgt., Air Force.

Virginia: James E. Donahue, Jr.,

Major, Air Force; Earl W. Manter, Major, Air Force.

Washington: Will D. Alton, Lt. Col., Air Force; Raymond L. Raines, Lt., Naval Reserve.

Wisconsin: Arnold F. Hofstad, 1st Lt., Air Force.

Sinclair Receives Madden Award

Prior Sinclair of New York City, member of AIA Council and executive committee, was one of five New York-



Mr. Sinclair

ers recently receiving annual Madden Memorial Awards. These awards are presented by the alumni association of New York University School of Commerce, Accounts and Finance in honor of its late Dean, John T. Madden, to alumni "whose careers exemplify outstanding achievement in business, industry or professional life."

Helping Government Agencies

Edwin H. Wagner, Sr., St. Louis, has been appointed a member of the

Publication Costs Cut

Beginning this month, *The CPA* comes to you unwrapped, saving the cost of envelopes, folding and inserting. As a further economy, the number of pages will be reduced from eight to four in July and August.

Contract Review Board for St. Louis Ordnance District, comprising eight midwestern states. Charles W. Tucker has been named comptroller and Joseph R. Hook, Chief of the Division of Accounts, Maritime Administration, U. S. Department of Commerce. Theodore F. Herz, Washington, D. C., is Chief Accountant of the Fulbright Committee, investigating activities of the Reconstruction Finance Corporation.

Edward M. Hartman, Clovis, president of New Mexico CPA Society, is a member of New Mexico "Little Hoover Commission" ... Saul Silverstein, Glens Falls, N. Y., designated by Mayor to acquaint citizens with national price-stabilization program.

New Jobs and Promotions

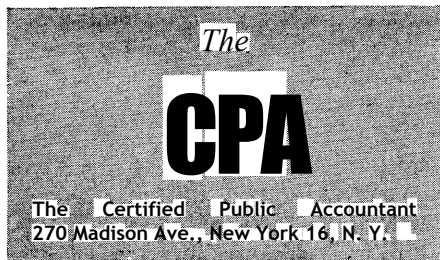
Robert Logie has been promoted from executive vice president to president of National Roll & Foundry Company, Avondale, Pa. ... J. Early Hardesty, Baltimore, Md., treasurer of Davison Chemical Corporation ...



Miss Lasseter

Miss Ethleen Lasseter was recently appointed assistant trust officer of the First National Bank of Atlanta.

Thomas F. Hawkins, Chicago, business manager and comptroller, Loyola University. ... Ralph E. Petering, St. Louis, vice president and assistant treasurer, Emerson Electric Manufacturing Company...



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INSTITUTE OFFICERS

PRESIDENT: T. Coleman Andrews

VICE PRESIDENTS: Gordon S. Battelle, Richard C. Mounsey, Frank L. Wilcox, John H. Zebley, Jr. TREASURER: Harold R. Caffyn, EXECUTIVE DIRECTOR: John L. Carey.

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AIA Past President F. H. Hurdman Dies

Frederick H. Hurdman of New York City and White Plains, N. Y., president of the Institute in 1928-1930, died June 14 in White Plains Hospital at the age of 69.

At the time of his death, Mr. Hurdman was chairman of the AIA Trial Board and president of the Benevolent Fund. Since joining the Institute in 1910, he had been a member of more than a score of its administrative groups including the Council; Board of Examiners; National Conference of Lawyers and CPAs; executive committee and committees on professional ethics, publication, public relations, wages and hours, accounting procedure, cooperation with bankers, stock exchanges and SEC.

Mr. Hurdman was a leader in many other professional, charitable and social organizations. He had been a vice president of the New York State Society of CPAs; a charter member of the National Association of Cost Accountants; treasurer of the New York Board, Young Men's Christian Association; and an officer or director of various clubs.

He was born in Ottawa, Canada, and was a graduate of New York University. He had practiced public accounting since 1908, and was a co-founder of Hurdman and Cranstoun, established in 1917.

Roy G. Abbey of Salt Lake City, first president of the Utah Association of CPAs, died May 20 following a heart attack. He was 71 years old, and had been an AIA member since 1923.

[Continued on page 3]

Hearing on Practice Bill Asked

The American Institute has asked for an opportunity to present testimony on a bill which could affect the rights of CPAs to practice before federal agencies, including the Treasury.

The measure (S 17), introduced by Chairman Patrick A. McCarran (D., Nev.) of the Senate Judiciary Committee, would create a commission with almost unlimited power to establish rules of practice before federal agencies. Once such rules were issued, they could be nullified or changed only by a concurrent resolution of Congress.

The bill was unexpectedly reported by Senator McCarran's committee and passed by the Senate on June 21 without hearing or debate.

It is now pending before the House Judiciary Committee.

The Institute's request for a chance to testify on the legislation has been made to Committee Chairman Emanuel Celler (D., N. Y.).

Two other bills concerned with practice before federal agencies have also been introduced in Congress recently.

One of them (S 1725), proposed by Sen. Guy M. Gillette (D., Iowa),

would prohibit all non-lawyers from representing the public before any government agency. It has been referred to the Senate Judiciary Committee. The American Institute is strongly opposed to this legislation.

The second measure (HR 3097), introduced by Rep. Francis E. Walter (D., Pa.), is the Administrative Practitioners Bill. It has been modified to meet AIA objections since its original introduction and in its present form completely protects the rights of non-lawyer practitioners before federal agencies.

Other legislation in Congress of interest to the accounting profession includes several bills to create tax incentives for self-employed professionals in pension plans.

Among them are HR 3456 introduced by Rep. Frederic R. Coudert, Jr. (R., N. Y.) and two identical bills—HR 4371 and HR 4373—introduced by Rep. Eugene J. Keogh (D., N. Y.) and Rep. Daniel A. Reed (R., N. Y.).

The AIA's Council at its Spring meeting directed the committee on federal taxation to review the whole question of pension plans for professional men. Chairman Thomas J. Green has designated two members of his committee—Wallace M. Jensen and Leslie Mills—to undertake the study.

On the state legislative scene, all but seven of the 44 legislatures which met this year have adjourned.

A total of 109 bills of interest to CPAs have been introduced in 35 states, and 28 have been enacted. In addition to those previously reported:

California bills waiving examination requirements, and automatically raising grades for veterans—both opposed by the State CPA Society—died in committee.

A Delaware bill raising experience requirements for CPA candidates, sponsored by the State Society, was passed by the Senate but died in a House committee on adjournment.



Frederick H. Hurdman

FIRM ANNOUNCEMENTS

Marvin L. Churney has opened an office at 418 Louisville Trust Building, Louisville, Ky.

John W. Clarke has established a public accounting practice in the News-Record Building, 122 South Main Street, Harrisonburg, Va.

J. D. M. Crockett, Arch G. Todd and Paul Schmidt have formed the partnership of J. D. M. Crockett & Co., 903 Grand Avenue, Kansas City, Mo., to continue the practice of J. D. M. Crockett.

Peter Hochschild has moved his office to 520 North Grand Boulevard, St. Louis 3, Mo.

Ancus M. Hoffar, CPA and attorney, has opened an office at 782 Wildwood Road, N. E., Atlanta, Ga.

Lyons & Teetzel, 2712 Book Tower, Detroit, Mich., have admitted Edward J. Premo and Frank L. Gofrank to partnership.

Z. Turner McGuire and Hinton W. Haynes have merged their practices under the firm name of McGuire, Haynes & Co., Suite 2-A, 2204 Fannin Street, Houston, Texas.

N. K. Nail and W. N. McKinney have formed a partnership under the name of Nail and McKinney, Grenada, Miss.

Price Waterhouse & Co. have admitted to partnership G. F. Gardner, Leslie Mills and H. D. Murphy of New York City, and R. A. Hoffman of Chicago.

Whitfield, Stratford & Co., has changed its name to Stratford, Visse & Co., with offices in Pacific Building, Portland, Ore., and Goldy Building, Medford, Ore.

More Data Needed On Military Status

Only one-third of the accounting firms represented in the Institute membership have thus far replied to the military manpower questionnaire which was sent out in April.

Many more replies are needed to support the Institute's request that public accounting should be declared an essential activity if mobilization is extended.

Replies received to date indicate that a substantial proportion of partners and staff men are subject to recall as reserve officers. However, these data will be inconclusive unless a larger percentage of the firms and individual practitioners send in replies.

Firms which have not returned the questionnaire are urged to do so now.

Meetings/ Awards, Elections, Etc.

Mid-Summer Roundup of American Institute and State Society News

Here is a brief summary of news of the Institute, its officers, committees, members, staff, and of state CPA societies. Reduced size of *The CPA* in the summer months makes it necessary to tell this story in a minimum of words.

* **

Four major accounting programs are scheduled for this fall.

The calendar reads:

Sept. 3-6: Dominion Association of Chartered Accountants' 49th annual meeting in Banff. For details, write to C. L. King, Association Secretary, 10 Adelaide St. E., Toronto 1, AIA President T. Coleman Andrews will be one of the speakers.

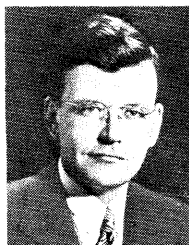
Sept. 6-7: American Accounting Association's 1951 convention at the University of Denver. President Andrews will be a luncheon speaker. AIA Educational Director Robert L. Kane, Jr., will also address the teachers.

Oct. 8-10: The Institute's 64th annual meeting at Chalfonte-Haddon Hall Hotel, Atlantic City, N. J.

Nov. 12-16: The Second Inter-American Conference on Accounting in Mexico City. Reservations should be made by writing Aguirre's Guest Tours, Cinco de Mayo 18, Mexico, D.F. and mentioning the conference. Members planning to attend should also notify the Institute.

* ...

Paul Whitefield Gaebelein, Jr., of Pasadena, Calif., is the winner of the Elijah Watt Sells Gold Medal in the November CPA exam—topping a field of 12,615 candidates.



Mr. Gaebelein

Two candidates won second-place silver medals: William H. Fletcher of Arlington, Mass., and Harvey Victor Metz of Cleveland.

Five others received honorable mention: George W. Boon of La Grange Park, Ill.; Sidney Davidson of Baltimore, Md.; Alexander E. Wistkup of

El Paso, Texas; Charles C. Hestand and Eugene W. Myers of Salt Lake City, Utah.

* **

The \$500 honorarium offered by the AIA education committee for the best outline of a business-writing training program was won by two Northwestern University teachers: George A. Owens and Richard C. Gerfen. They competed in a field of 50 entries.



Lincoln G. Kelly of Salt Lake City—AIA Council member and former vice president—holds Janna, one of the patients in new Intermountain Crippled Children's Hospital there, at its dedication May 26. Mr. Kelly is chairman of the hospital's board of governors. Other national Shrine leaders looking on are (L to R): Galloway Calhoun of Tyler, Texas; John D. McGilvray of San Francisco; and Thomas C. Law of Atlanta, Georgia.

AIA members received both 1951 Lybrand awards presented by the National Association of Cost Accountants for outstanding contributions to industrial accounting literature. Frank Z. Oles of Baltimore won the gold medal; I. Wayne Keller of Lancaster, Pa., the silver medal.

Mr. Keller was also one of three AIA members elected NACA vice presidents. The others: Arthur C. Chub-

bock of Boston and J. B. Inglis of New York. Philip J. Warner of New York, AIA member and NACA treasurer since 1933, was re-elected. New NACA president: Herman A. Papenfoth of Plainville, Conn.

*** * *

The 1951 winner of the AIA's \$250 annual scholarship awarded through Junior Achievement is Janet Patricia Hurley of Pittsburgh, Pa. She was treasurer of a JA firm sponsored by Royal Typewriter Co. and plans to major in accounting at Antioch College.

Other Institute news:

One thousand copies of the lead editorial on accelerated amortization from the July *Journal of Accountancy* have been sent to Congressmen, administration officials and financial editors ... Copies of all types of forms and manuals used by firms and practitioners are needed to help the CPA handbook committee and staff prepare a "down-to-earth" volume. Mail them to AIA Educational Director Robert L. Kane, Jr.... A temporary staff of 65 CPAs is expected to complete grading of 22,000 papers in the May exam by July 20 ... Articles promoting the services of CPAs, prepared by the PR staff and PR counsel, have appeared in seven more trade magazines in recent months—bringing the number of articles printed to date to 36 ... Views of the AIA's tax committee on Excess Profits Tax regulations were presented informally to the Internal Revenue Bureau and the Treasury on June 22 by Committee Chairman Thomas J. Green and Vice Chairman Maurice Austin.

* **

Eleven state societies have elected new presidents recently:

Arizona: Carl D. Tisor, Phoenix; Delaware: Desmond A. Lyons, Wilmington (for third term); Florida:

Charles S. Roberts, Miami Beach; Georgia: John M. Read, Rome; Idaho: Harold Smith, Boise; Illinois: Harry P. Baumann, Chicago; Louisiana: Frank V. Russell, New Orleans; Massachusetts: James B. Willing, Boston; New Jersey: Louis L. Siegel, Newark; New York: Maurice Austin, New York City; Rhode Island: Henry J. Lee, Providence.

* **

During the summer, three graduate study conferences will be sponsored by state CPA societies.

Aug. 20-22: University of Wisconsin. Aug. 23-25: Stanford University. Sept. 5-7: Northern New England Conference at Dartmouth College.

Michigan Association's fourth conference, June 20-22, was typical. The group lived on the University of Michigan campus. The four lecturers submitted papers for advance study by conferees and were thus able to discuss high spots informally without reading the text. After a question period, the conference broke up into smaller groups (about 20 in each) for another hour's discussion—then reassembled to fire additional queries.



George Chertkof (R), co-chairman of Miami Roundtable, National Conference of Christians and Jews, presents plaques to two CPAs, Leonard L. Abess (L) and James I. Keller, Jr., and to Mrs. Charles E. Enterline for promoting better human relations. All were leaders in the recent Miami Community Chest Campaign.

OBITUARIES

[Continued from page 1]

Mr. Abbey, a native of Wisconsin, entered public accounting practice with the Salt Lake City office of Peat, Marwick, Mitchell & Company in 1911. A year later, with J. Percy Goddard, he formed The Goddard-Abbey Company which, at the time of his death, was the oldest public accounting firm in Utah.

Chauncey B. Adams, partner in the St. Louis CPA firm of C. B. Adams & Co., which he established in 1925, died May 30 at the age of 63, following a two months' illness. Mr. Adams, a native of Ohio, joined the Cleveland office of Ernst & Ernst in 1919. Three years later he opened the firm's St. Louis office and, from 1919-25, was resident partner. He had been a director of the YMCA and the Red Cross in St. Louis, secretary of the Industrial Club, and a member of the Citizens Advisory Committee of the St. Louis Board of Education.

Edward George Breitwieser of New York City died June 9 at the age of 45. He was associated with the New York office of Price, Waterhouse & Co. from 1941 to 1949 when he resigned to enter private accounting. Mr. Breitwieser was a native of West Hoboken, N. J., and a graduate of Pace Institute, now Pace College, in New York City. He joined the Institute in 1945.

Stanley H. Crouch, who conducted an independent public accounting practice in Homestead, Fla., and lived in Miami, died May 13 at the age of 43. Mr. Crouch, who joined the Institute last year, was a native of Ripley County, Ind., and a Florida CPA. He had previously been associated with the Miami office of Pentland, Purvis, Keller & Company.

Forrest T. Dalton of Houston, Texas, an AIA member since 1944, died May 6 at the age of 43 from a heart ailment. Mr. Dalton, who had been associated with Lybrand, Ross Bros. & Montgomery for 14 years, transferred from Louisville, Ky., to the firm's Houston office about two years ago. He was a graduate of the University of Kentucky and a native of Union County in that state.

John P. Toole of Huntington Woods, Mich., who retired from public practice several years ago, died May 21 at the age of 65. At various times he had been manager for the Carl E. Schmidt Company, of Detroit; bank examiner for the Farm Credit Administration; Supervisor of Finance for the Works Progress Administration, in Detroit; and Chief Accountant of the Detroit Welfare Department. Mr. Toole, a Michigan CPA Association member for about 30 years, joined the Institute in 1942.

Applicants Recommended for Admission

The committee on admissions recommends admission of 180 applicants for membership in the Institute—17 who have been accorded credit for having passed examinations acceptable to the committee, and 163 who have passed the uniform examination for the CPA certificate.

These applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before August 15, 1951.

ARIZONA

Phoenix: John R. Schmich.

ARKANSAS

Crossett: William E. Hastings. Newport: Elbert E. Godwin.

CALIFORNIA

Compton: Charles A. Woodcock. Fresno: Julius J. Ordway, William G. Ryckman. Los Angeles: James Cohen, Murray D. Heller, A. Willard Low, William S. Malin. Monterey: J. Gordon Eyre. Oakland: Robert L. Baker. Orange: William Charles Jordan. Pomona: Harry James McBeth, Jr. Sacramento: George T. Gibson. San Diego: Bert A. Betts, Norvin B. Myers. San Francisco: Earle Monroe Brown, John J. Exline, Paul E. Heeschen, Herbert R. Morse, George W. Uri. San Luis Obispo: Robert A. Knight. Ventura: Oather Crawford Vance, Jr.

COLORADO

Lamar: Charles C. De Spain.

DISTRICT OF COLUMBIA

Washington: Howard J. Brinner, Elwin L. Dean, Lawrence M. Eichhorn, Joseph S. Gullo, Robert Hampton, III, Willis James Nolan, Jr., Erwin Meyer Ritz, Aubrey H. Self.

FLORIDA

Gainesville: W. D. Parker. Jacksonville: Frank Benjamin, O. Richard Urban. Miami: Julius H. Kaiser. Miami Beach: Edward G. Benjamin, Edward Friedman. Orlando: Max Kaplan. Tampa: David L. Marks. West Palm Beach: Lawrence D. Quentin.

GEORGIA

Atlanta: Winfrey C. Langford.

ILLINOIS

Arlington Heights: Robert E. Schultheis. Carmi: Tracy Cunningham. Chicago: Robert Martin Burlingame, Lynn W. Frayn, Andrew Greenwald, Richard E. Hoke, Michael T. Maloney, Edward A. McNally, Ralph A. Milliman, Robert John Ryan, Ralph J. Schneider, Ben Silberman, Edward Wayne Terrell. Granite City: Albert H. Froemling.

INDIANA

Indianapolis: Hubert F. Fowler, Arthur P. Holt. New Albany: Joseph L. Buckler.

IOWA

Burlington: C. M. Ernst. Des Moines: Ambrose F. Crowe, Ernest A. Bush. Keokuk: Leon W. Coquillette.

KANSAS

Topeka: Roy Shapiro.

KENTUCKY

Louisville: Eugene V. Bush, Orion T. Eskew, Jr., Allen R. French, Philip J. Reverman. Middlesboro: Edward M. Dooley.

LOUISIANA

Baton Rouge: Lloyd F. Morrison.

MARYLAND

Baltimore: J. Richard Keegan, Lewis N. Maccubbin, Harry Parcover.

MASSACHUSETTS

Boston: Cortland B. Bacall, Richard A. Bates, Arthur L. Glynn, Joseph S. Hayes, David A. Mears, Hyman Miller, Nicholas B. Plasmati, D. R. Shouplin, Jr., Harold P. Silbert, Arthur Constantine Young.

MICHIGAN

Dearborn: Thomas J. Dryden. Detroit: Elmer Bame, Jr., David S. Bodzin, William N. Gall, LeRoy H. Golman, Emil C. Grob, Manual Levitsky, Robert M. Miller, William Schoenfeld, H. Alvin Shapiro, Nathan J. Wrubel.

MINNESOTA

Minneapolis: Wm. B. Jolly.

MISSISSIPPI

Jackson: William E. Shanks. Meridian: Everette O. Christopher. Scott: W. J. Daniel.

MISSOURI

Kansas City: Keith E. Davis, Walter Karges. St. Louis: Julius Lachterman, William Fialka, Jr., George Shepardson Goding, John P. Howard, Joseph B. Schweitzer. Springfield: Donald E. Roper.

NEW JERSEY

Fair Lawn: Philip Hagler. Paterson: George J. Isaacs.

NEW YORK

Buffalo: Jack B. Beckman, Donald Joseph Mumbach. New York: David D. Apt, John F. Doyle, Harold Dooks, Richard C. Gordon, Jr., Robert M. Lande, Robert E. Malesardi, George Muhlstock, Julius L. Pashman, Frank H. Rapaport, Michael Schiff, Jack Sinensky.

NORTH CAROLINA

Asheville: W. M. Hollyday, Jr. Sanford: King Moore Willis.

OHIO

Akron: Jacob Gordon. Cleveland: Theodore E. Boros, Donald T. Hinchliffe, J. Richard Raeder. Columbus: Clifford E. Beck, Robert W. Moore, Marion. William J. Thomas. Toledo: Robert B. Wetnight.

OKLAHOMA

Tulsa: Frank J. McGovern.

OREGON

Klamath Falls: Leo D. Molatore. Portland: Harold I. Huggins, Paul H. Karstedt.

PENNSYLVANIA

Philadelphia: Franklin J. Burchfield, Harold Levick, Russell A. Reynolds, Jr., Martin L. Sargent.

RHODE ISLAND

Providence: E. Marjorie Feeley, Frederick Julius Lorenz.

SOUTH CAROLINA

Columbia: John D. Keels, Jr. Greenville: Ralph T. Moreland.

TEXAS

Abilene: Reason D. Travis, Jr. Amarillo: Leonard Gerhardt. Austin: Frank J. Lauderdale. Brownfield: Samuel Whitten Chisholm. Corpus Christi: Geo. A. Hamilton. Dallas: Henry C. Drummond, Kenneth W. Fuller, J. Henry Owen. El Paso: R. A. Doughty, Joseph P. Garrity. Freeport: James Felt Crews. Houston: J. Harry Bailey, C. D. Bennett, C. M. Carnes, William H. Gardiner, Myron B. Marks, Arthur G. Pfeiffer, Paul D. Puntch. Mission: Sam L. Hornbeak. Port Arthur: J. Marvin Campbell, Jr. San Antonio: Lloyd A. Denton, Jesse D. Harris, Eldred Stapper. Sweetwater: Jack W. Harris.

UTAH

Salt Lake City: Floyd W. Fagg, Vallon S. Vickers.

VIRGINIA

Norfolk: Willis G. Partridge, Jr. Richmond: Robert J. Kane.

WASHINGTON

Pasco: Johnnie T. Ridgway. Seattle: Jerrold Porter Gess, Arthur R. Mitchell, J. Albert Raichle, George Weber. Tacoma: William F. Huntsman.

WEST VIRGINIA

Clarksburg: James C. Cottrill.

WYOMING

Newcastle: Robert L. Meyer.

Can You Recognize Anyone in This Picture?



The one with the feathers is Mon-zho-no-pa-she (Not-afraid-to-go), taken into the Osage tribe at the Southern States Accountants Conference. Osage Chief Paul Pitts, Princesses Maker and Beartrack are with the Madison Avenue brave.

Five Mailings in One

The CPA is mailed in an envelope this month accompanied by four enclosures: three *Accounting Research Bulletins* and a questionnaire requesting information for the *AIA Yearbook*.

The CPA

August 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

Voluntary Fund Tops \$46,000 in 6 Weeks

Voluntary contributions to supplement Institute funds during the next fiscal year totaled \$46,707 on August 1—only six weeks after the initial appeal was issued by President T. Coleman Andrews.

About 2200 of the 6500 firms and individual practitioners represented in the AIA membership had responded to the request.

Two years ago, when a fund was created to expand the organization's services, some 2500 firms and practi-

[Continued on page 3]

Tax Chairman Backs Pension Plan

A proposal to exempt retirement fund payments from current federal income taxes has been endorsed by Chairman Thomas J. Green of the Institute's federal taxation committee.

The proposal is contained in an amendment to the revenue bill.

Mr. Green urged its adoption in a letter to the Senate Finance Committee a few days before it ended hearings on the House tax bill (HR 4473).

Introduced by Sen. Irving M. Ives (R. N. Y.) on July 25, the amendment has six major provisions:

1. Any individual would be eligible whether he is self-employed or an employee.

2. The amount excluded from gross income must be paid into a "restricted retirement fund" during the taxable year of the individual.

3. The amount excluded is limited to 10 per cent of the earned net income, but not in excess of \$7500, minus any amounts contributed during such year

by an employer of the individual under a pension plan.

4. Earned income would include the portion of income from a proprietorship or partnership attributable to personal services.

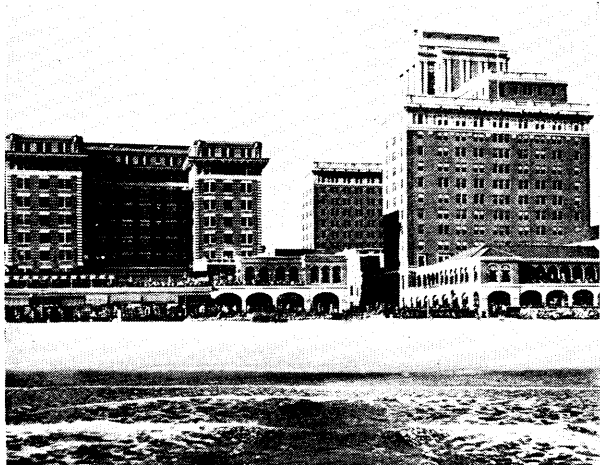
5. A "restricted retirement fund" means a trust forming a part of a retirement plan set up by a professional association or similar organization for the exclusive benefit of its participating members.

6. Amounts contributed to such a fund would be taxable income when distributed to the individual or to his beneficiaries.

This legislation is also receiving the support of the American Bar Association and other professional groups.

Chairman Green's endorsement was based on a study of pension plans undertaken at the request of the AIA Council by two members of his committee: Wallace M. Jensen of Detroit and Leslie Mills of New York.

Major Accounting Meetings to Be Held This Fall North and South of the Border



L: Chalfonte-Haddon Hall Hotel, Atlantic City, AIA annual meeting headquarters, October 6-10. Speakers include Internal Revenue Commissioner John Dunlap and President Harold Stassen, University of Pennsylvania. Hotel reservation cards will be sent with the call to meeting or reservations may be made directly with hotel. R: Executive committee of Second Inter-American Conference on Accounting,



Mexico City, November 12-16, invites CPAs. L to R: Sealtiel Alatrste, Jr., treasurer; Roberto Casas Alatrste, chairman; Luis Montes de Oca, honorary president; Rafael Mancera Ortiz and Luis G. Pastor, vice presidents. For hotel reservations write Aguirre's Guest Tours, Cinco de Mayo 18, Mexico, D.F. Members planning to attend should notify the Institute.

Minnesota Supreme Court Decision Affects Tax Practice by CPAs

Accounting organizations, their officers and members have had a busy summer. The following items describe a few of their varied activities:

Minnesota Supreme Court in *Ramsey County Bar Association v. Conway*, July 6, affirmed a trial court decision and held a public accountant guilty of unauthorized practice of law for giving advice on "difficult and doubtful questions of law" in connection with a tax return.

The decision is summarized in the August issue of *The Journal of Accountancy*. Full text will appear in *The Journal* for September.

Accounting and auditing services are exempted from price ceilings by General Overriding Regulation No. 14, issued July 9. This regulation confirms a statement by OPS Acting Chief Counsel previously quoted here.

The McCarran bill (S 17), described in THE CPA last month, was awaiting action by a subcommittee of the House Judiciary Committee when this issue went to press. It had been passed by the Senate on June 21.

This legislation would create a commission to establish rules of practice and procedure before federal agencies. The language is so broad that it might be construed to include rules for admission to practice and thus jeopardize existing rights of CPAs.

The Institute has asked Chairman Emanuel Celler (D. N. Y.) of the House Judiciary Committee for permission to testify at hearings, if his committee decides to act on the bill. It has also proposed an amendment which would specifically exclude admission to practice from the commission's jurisdiction. In addition, the Institute has arranged to have the views of the profession presented to individual members of the committee by Institute members who are personally acquainted with them, or reside in their districts.

The Gillette bill (S 1725), which would prohibit non-lawyers from representing clients before any govern-

ment agency, has been referred to the Senate Judiciary Committee. The opposition of the Institute has also been conveyed to members of that committee.***

AIA members have recently been elected or appointed to public office in five states. They are James L. Benson, Baltimore, Maryland State Auditor; Marvin Dennis, Phoenix, member of Arizona Advisory Council; Arthur Wegner, Madison, financial advisor to Governor of Wisconsin; Harvey W. Adams, Ocean City, N. J., City Commissioner in charge of revenue and finance; T. N. Tucker, San Antonio, Tex., City Commissioner of Taxation and Finance.



Mr. Tucker

Eight Wichita, Kansas CPAs were among 189 new members elected to the Institute on July 15. Chicago (with 20 times Wichita's population) was the only city to beat this record. New York and Philadelphia tied Wichita. Rex Jennings is Wichita's representative on the membership committee.

Mrs. Angela Lyons, employed at the AIA office for the last year in compiling a research study for the Haskins & Sells Foundation, has been named Chief Accountant of the New York Public Library. She will supervise annual expenditures of \$7,000,000.

B. W. Sutherland, British scholarship winner coming to the United States, wants to spend three weeks with one or more public accounting firms preferably outside largest cities. If you can help him, let us know.

Rotarians formed a new affiliate, consisting of members engaged in public accounting and related occupations, at their recent annual meeting. Officers: James I. Keller, Jr.,

Miami, Fla., chairman; Benny H. Hughes, Beaumont, Tex., vice chairman; Robert T. Knight, Tacoma, Wash., secretary. All are AIA members.

American Society of Women Accountants and American Woman's Society of CPAs invite AIA members to their joint annual convention at Hotel Washington in Washington, D. C., October 5-7. Banquet speaker is U. S. Treasurer Georgia Neese Clark.

Only five of the 44 state legislatures meeting this year are still in session.

A new California law (S 761) reopens the Accountancy Act for registration of licensed PAs until December 31.

A bill (S 273) sponsored by Texas Association of Public Accountants was amended before enactment to agree substantially with proposals of the state CPA society. It amends regulatory law; increases the Board to nine members, including four public accountants; requires candidates to pass only one subject to retain credit; lowers reexamination fees.

New Jersey enacted a bill (S 174)

requiring the Board of Education in every school district to have an independent audit made annually by a registered municipal accountant or a CPA.

State society and chapter activities: Pennsylvania Institute members, at their annual meeting, endorsed AIA's *Auditing Statement No. 23*. . . Colorado Society has raised dues for various classes of members from \$5-\$10 to \$10-\$20. . . Texas Society's committee on professional conduct ruled that purchasing space in a service-club program to list a CPA's name, without any reference to his occupation, is a violation. . .

San Francisco (Calif.) Chapter—at the request of N. Loyall McLaren, chairman of Municipal Government Survey Committee and past president of the AIA—named an advisory council to review the committee's accounting proposals. . . Charlotte (N.C.) Area Association of CPAs helped local businessmen to understand federal wage and salary regulations by inviting them to a conference led by Mrs. Pauline W. Horton, Raleigh office, U. S. Department of Labor.

CPAs, Guests Help Michigan Association Celebrate 50th Anniversary



Seated (sixth, seventh and eighth from left) are Professor William A. Paton, University of Michigan, toastmaster; Lloyd G. Juengel, president of Michigan Association of CPAs (1950-51); George W. Troost, vice president of Michigan Association and other accounting, law and banking groups; accounting

Applicants Recommended for Admission

The committee on admissions recommends admission of 181 applicants for membership in the Institute—18 who have been accorded credit for having passed examinations acceptable to the committee, and 163 who have passed the uniform examination for the CPA certificate.

The applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before September 15, 1951.

<p>ARIZONA Phoenix: T. L. Hardwicke. Tucson: Sidney A. Kaderlan, Aaron Paul.</p> <p>ARKANSAS Little Rock: Richard J. Dennis, Clarence Earle Toler.</p> <p>CALIFORNIA Berkeley: Morton F. Moss. Eureka: Edgar Roger Montgomery, Glendale: Arthur J. Bode, Long Beach: Paul D. McClaughry. Los Angeles: A. R. Colles, Paul Whitefield Gaebele, Jr., Lewis W. Johnston, Jack R. Maurer, Charles Wayne Oberlies, Gordon Thompson Stine, Oakland: Joseph D. Corey, Pasadena: Wallace Lee Martin, Riverside: Orville E. Bert, San Diego: Gordon L. Hopper, William A. Redelings. San Francisco: Thomas B. Dunn, Bryan E. Harrison, Melvin A. Schiller, Jennings W. Smith, T. B. Wall. West Sacramento: Lester L. Stanbrough.</p> <p>COLORADO Denver: Camillus Conway, D. B. Emmert, Jerome Ginsberg, Milton A. Tanzer.</p> <p>CONNECTICUT Hartford: Gordon W. Tasker. Waterbury: Edward John Dowling, Lawrence Austin Robbins.</p> <p>DISTRICT OF COLUMBIA Washington: Max G. Breslauer, Joseph I. Levin, Oscar A. Olson, Ambrose J. Picchi, Bernard L. Shapiro, Joseph N. Switkes.</p> <p>FLORIDA Fort Pierce: Stewart D. McElyea, Jr. Jacksonville: Jack W. Lucas, Miami: William Kneapler, Elmo H. Williams. St. Petersburg: J. Clinton Brantley, Wilbert Ross Canning. Tampa: Nicholas J. Bella, James F. Cantrell. West Palm Beach: Daniel Downey, Jr.</p> <p>GEORGIA Albany: James L. Pierce. Athens: Harold Edwin Beasley, Lee F. Jenkins.</p> <p>ILLINOIS Chicago: Saul R. Bernstein, Milber Earl Givan, John C. Gray, R. H. Greenberg, M. G. Holmes, Phillip Irwin Lifschultz, Glenn Moore, George J. Staubus, Milton Vogel, John David Woods. East St. Louis: William M. Condon. Peoria: James Lawrence Deppler, Michael F. Grisafe, Thomas James O'Shea.</p> <p>INDIANA South Bend: Miles T. Craddock.</p> <p>IOWA Cedar Rapids: Vern G. Heft, Des Moines: Glenn D. Atkinson, Waterloo: Howard D. Henderson.</p> <p>KENTUCKY Louisville: J. L. Bell, Elvin C. Brock, James L. Isaacs, Milton G. Moore, J. W. Walker.</p> <p>LOUISIANA Opelousas: Carl Joseph Bellard.</p> <p>MARYLAND Baltimore: John K. Davis, Jr., S. Howard Phipps, Jr.</p> <p>MASSACHUSETTS Boston: Charles Raymond Burke, Chester Hamilton, Lawrence: Philip L. Dennett, Melrose: Russell S. Cary.</p> <p>MICHIGAN Adrian: Emil Lockwood, Benton Harbor: Donald F. Wohlenberg, Detroit: Charles R. Allberry, Ernest Getz, Ruth Gullick, A. F. Knowles, Ralph M. Lau, Raymond T. Suabedissen. Grand Rapids: Sidney Hare Johnson, Lansing: Alton D. Ambrose, George C. Thomas.</p> <p>MINNESOTA Minneapolis: Russell C. Hedlund, John A. Larsen.</p> <p>MISSISSIPPI University: Robert L. Nichols.</p> <p>MISSOURI St. Louis: Bernard B. Eder, Francis J. Kubik, Jr.</p> <p>MONTANA Havre: Robert G. Pepper.</p> <p>NEBRASKA Omaha: E. Eugene LeBaron.</p> <p>NEW JERSEY Bayonne: Ted J. Abramson, Camden: Martin Irving Reber, Clifton: Philip Feltman, Newark: Charles C. Cohen, Jack W. Kay, Harry W. Sandhusen, Jr.</p> <p>NEW YORK Brooklyn: Abraham Cogen, Forest Hills: Robert E. Freedman, New York: Bradbury C. Alder, Kurt W.</p>	<p>Alten, Julius E. Bacci, Philip A. Braunstein, Herbert Chernin, Joseph H. Conway, Samuel J. Elowitz, Irving S. Gibbs, C. R. Hartzell, Lloyd W. Hein, Edwin E. Holly, Dominick Maimone, William O. Petrella, John J. Popp, Archie F. Reeve, Jr., David Schochet, Glenn Frederick Siegrist, James Alton Stevens. Yonkers: John A. Anderson.</p> <p>NORTH CAROLINA Charlotte: Julian R. Black, Faison: Walter C. Mangum, Jr. Raleigh: Marx Schloss Nathan, II. Winston-Salem: Hyman Temin.</p> <p>OHIO Cincinnati: Louis J. Eckman. Toledo: William B. Durham. Youngstown: Louis Lerner, Paul J. Thomas.</p> <p>OKLAHOMA Ada: Lewis N. Fentern. Oklahoma City: Jack D. Stockton. Tulsa: Ross W. Elliott, Robert Cecil Powers.</p> <p>OREGON Pendleton: J. R. Weis. Portland: Charles Matthew Flesher. Riddle: Albert B. Burdick.</p> <p>PENNSYLVANIA Harrisburg: Martin Murray Baskin, Stanley T. Landow, David B. Sykes, James U. Todd. Philadelphia: Leonard P. Glickman, Edward J. Lutz. Pittsburgh: Louis A. Werbaneth, Jr.</p> <p>SOUTH CAROLINA Columbia: Robert Lucius Cale. Greenville: Warren C. Schulze.</p> <p>TENNESSEE Memphis: Cameron D. Huddleston, L. A. Luton, Jr. Nashville: Irving Hoffman.</p> <p>TEXAS Dallas: Robert D. Harrell, Edwin Lax, John B. Reid, Jr., Perry T. Renner. Houston: S. B. Bruce, T. F. Dowd, Jr., John J. Gordon, Daniel Kaim, Billy G. Stroud. San Antonio: David P. Smith.</p> <p>UTAH Salt Lake City: Charles C. Hestand.</p> <p>VIRGINIA Newport News: Leonard B. Aaron, Norfolk: Richard Hague Grace, Richmond: Clarence B. Drinkard.</p> <p>WASHINGTON Port Angeles: Vernon J. Robinson. Seattle: Allen R. Hamilton, A. F. Talbott. Tacoma: Fred L. Clearman.</p> <p>WEST VIRGINIA Morgantown: M. F. Kirsch, Jordan C. Pappas.</p> <p>WISCONSIN Janesville: J. J. Hallisey, La Crosse: James O. Ash, Milwaukee: Fred C. Hathaway, Jr., Robert E. Kresin, Wm. W. Leece, Thomas A. Saggio, D. W. Schroeder. Stoughton: Earl E. Odal.</p>
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\$46,000 Contributed

[Continued from page 1]

tioners contributed a final total of \$69,451.

The current appeal was authorized by the Council to offset increased costs due to inflation and growing demands for services. According to budget forecasts, the Institute will need \$80,000 of additional income to maintain services to a growing membership at current levels.

A special committee has been named to devise a permanent plan of financing. Meanwhile, efforts are being made to bring more qualified CPAs into the membership, with the hope that increased dues income will help to solve the fiscal problem.

Col. Meyer and Carl Zipf Die, National Leaders in Profession

Col. Henry F. Meyer of Savannah, Ga., president of Southern States Accountants Conference, died July 24 at the age of 63.



Col. Meyer

He had been an AIA member since 1925 and a member of its Council, committee on Institute development and membership committee; president of Georgia CPA Society and its Savannah Chapter. His election as head of the ten-state Southern CPA group occurred at its 1951 meeting in June.

Col. Meyer had practiced public accounting in Savannah since 1926 and was a partner in Henry F. Meyer and Company. He was a member of the Organized Reserves from 1916 to 1945, served in both World Wars and was decorated by the United States, France and Australia.

In civic life Col. Meyer was an alderman and chairman of the City Council; a director of Chatham County Tuberculosis Association, Savannah Red Cross Chapter and the Family Welfare Society; Kiwanis District Governor for Georgia.

Carl H. Zipf of Philadelphia, Pa., a member of the Institute Council since 1949, died of a heart ailment July 19, on a train between New York and Philadelphia. He was 61 years old and had been an AIA member since 1936.

Mr. Zipf, a partner in Lybrand, Ross Bros. & Montgomery for ten years, was born in Johnstown, Pa. After graduating from high school there, he was employed as a clerk and bookkeeper by local organizations including the United States Na-



Mr. Zipf

tional Bank and Union Radiator Company, since merged with the National Radiator Corporation.

Joseph S. Austin of Cleveland, Ohio, member of the Institute and predecessor organizations since 1911, died June 3 at the age of 72. He had conducted an independent public accounting practice in Cleveland since 1923.

Seymour R. Berkey of Grand Rapids, Mich., resident partner of Lawrence Scudder & Co., died July 13 at the age of 61 following a two-year illness. Mr. Berkey, an AIA member since 1931, had lived in Grand Rapids more than 50 years. In 1925 he joined the Scudder firm after working for Michigan Trust Company and other local concerns. Mr. Berkey had been a director of Michigan Association of CPAs and president of its Western Chapter.

Bernard M. French of New York City, partner in the CPA firm of Davies & Davies with which he had been associated since 1904, died July 10 at the age of 66. Mr. French, who was born in Newburgh, New York, had been an Institute member for 34 years. He was a graduate of New York University and a leader in its alumni activities.

Robert Grainger of Grand Rapids, Mich., resident manager for Ernst & Ernst, was killed June 22 in an automobile accident. Mr. Grainger, 61, was a native of Chicago. He had been associated with Ernst & Ernst for about thirty years in Detroit, Kalamazoo, and since 1935 in Grand Rapids. He was a past president of Michigan CPA Association's Western Chapter and an AIA member since 1933.

Walter H. Heinsius, assistant to the comptroller of American Home Products Corporation, was killed by an automobile near his home in River Edge, N. J., May

30. He was 31 years old and had been an AIA member since 1948.

Walter E. Hugins of Littleton, Colo., past president of Colorado Society of CPAs and a Civil Engineer, died June 21 at the age of 56. Mr. Hugins, who joined the Institute in 1931, had been a partner in the Denver public accounting firm of Hamma, Nelson and Hugins. He was a native of Littleton, a graduate of Colorado A & M College and past president of Littleton Board of Education.

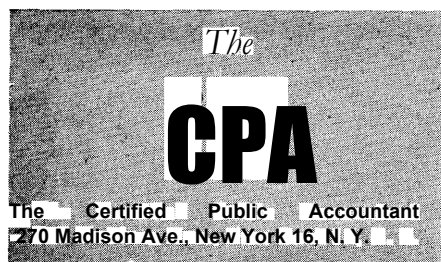
Robert E. Kelly, Comptroller of the City of Binghamton, N. Y. since early last year, died June 14 at the age of 48. Mr. Kelly, who also conducted an independent public accounting practice, had been a trustee of Binghamton Public Library and was a director of Radio Station WINR. He was born in Syracuse, N. Y., studied at Christian Brothers Academy there, and was a graduate of Syracuse University. He joined the Institute in 1936.

Louis C. Slay of Detroit, Mich., practicing CPA, died June 29 at the age of 67. After graduating from high school in Battle Creek, about 1900, he was first employed as a car checker by the Grand Trunk Railroad. Mr. Slay joined the Institute in 1942.

Roy C. Whitmire of Oklahoma City, Okla., partner in the CPA firm of Whitmire & Green, died July 1 at the age of 50. Before entering public practice in 1947, he was with Campbell Taggart Associated Bakeries for about 20 years. Mr. Whitmire, who joined the Institute in 1950, was born near Westville, Okla., then "Indian Territory." He attended Draughton's Business College in Okmulgee and the University of Oklahoma. A few months ago, he received a degree from Oklahoma City College of Law.

Announcements Deferred

Limited space compels omission of "Firm Announcements." They will appear in September.



Return Postage Guaranteed

INSTITUTE OFFICERS

PRESIDENT: T. Coleman Andrews

VICE PRESIDENTS: Gordon S. Battelle, Richard C. Mounsey, Frank L. Wilcox, John H. Zebble, Jr. TREASURER: Harold R. Caffyn, EXECUTIVE DIRECTOR: John L. Carey.

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The CPA

September 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

AIA Asks CPA Salary Exemption

In a petition and brief filed with the Salary Stabilization Board, the Institute has requested a regulation exempting from stabilization requirements any form of compensation paid to certified public accountants employed by CPA firms engaged in professional practice.

Control of CPA salaries is not needed as a price control measure, the brief points out, because fees charged by public accounting firms are exempt from regulation under the Defense Production Act. It also contends that formulas for wage increases cannot be satisfactorily applied to professional employees of CPA firms because the nature of the employee's assignment and the extent of his responsibility, rather than mechanical standards, determine his compensation.

Referring to the rôle of the CPA in mobilization, the brief observes: "The defense emergency has brought a substantial increase in the work of many certified public accountants in con-

nection with excess-profits taxes and figures required under Government contracts. Employees who have added work and responsibilities as a result deserve to have their compensation adjusted accordingly."

The House version of a recent amendment to the Defense Production Act would have exempted from control all professional salaries paid by firms whose fees were not regulated. This provision was later modified by a House-Senate conference committee to exempt only salaries of lawyers employed by law firms, and physicians employed by hospitals. The Institute contends that certified public accountants employed by CPA firms are entitled to the same exemption.

The Institute is also considering the possibility of seeking this exemption by amendment of the Defense Production Act. It seems improbable, however, that such an amendment could be enacted before the present session of Congress adjourns.

LATE NEWS ROUND-UP

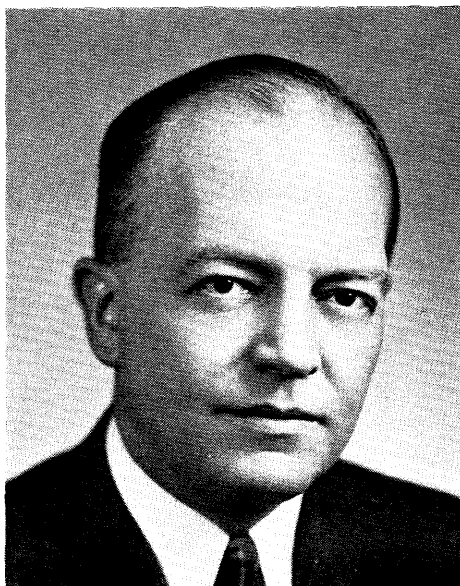
Preparation of the Institute's recorded radio shows, for use by state CPA societies and their chapters during the 1952 income-tax season, has begun. Last winter the Institute records were broadcast, as a public service, by more than 356 stations in 39 states. Higher tax rates may create even greater interest next year.

* * *

A copy of the current issue of *The Journal of Accountancy* will be sent without charge to any non-subscriber named by an Institute member, with the member's compliments. The circulation manager proposes this method of promoting increased circulation,

[Continued on page 7]

Three National Leaders to Address Annual Meeting in Atlantic City, October 6-10



Harold E. Stassen

President, University of Pennsylvania



John B. Dunlap

Commissioner of Internal Revenue



Roy Blough

Council of Economic Advisers

More Than 1,000 to Attend AIA Annual Meeting

More than a thousand Institute members from every state—many with families and guests—will renew old friendships and make new ones at the 64th annual meeting in Atlantic City, N. J., October 6-10.

For hotel reservations, return the card received with the call to meeting or write to Chalfonte-Haddon Hall (annual meeting headquarters)

Staff to Meet Members

Several AIA staff executives will attend the annual meeting. They will be available on the sun porch at Chalfonte-Haddon Hall near the registration desk, on Sunday morning, October 7, to meet members who wish to discuss Institute policies or their own problems.

or any other hotel. The Institute is not arranging group transportation this year.

A Program to Fit the Times

Because of the national emergency, the meeting has been streamlined—shortened by one day—with major events concentrated early in the week. When it appeared desirable to transfer the sessions from Washington to Atlantic City, due to congestion in the national capital, there were no dates available which would not conflict in part with religious holidays.

Major events include:

Saturday, October 6. Meetings of Institute Council and Association of CPA Examiners.

Sunday, October 7. Afternoon: Forum on state legislation; general reception.

Monday, October 8. Morning: Technical session on mobilization problems. Afternoon: Technical session on contract renegotiation and procurement auditing; technical session on public relations for the accounting profession. Evening: Annual dinner and dance—informal, no speakers.

Tuesday, October 9. Morning: An-

nual business meeting with reports on the past year's activities; election of officers and Council members; consideration of proposed amendments to the by-laws. (See the call to meeting for election details.) Afternoon: Excess profits tax panel.

Wednesday, October 10. Morning: Technical session on auditing procedure. Afternoon: Panel on federal income taxation.

The annual meeting will adjourn at 4:30 on Wednesday afternoon, October 10. On October 11, staff secretaries of state CPA societies will hold a one-day conference with members of the Institute staff.

Three Luncheon Speakers

Group luncheons with speakers have been arranged on Monday, Tuesday and Wednesday. There are no evening events except the dinner and dance on Monday. As in previous years, there will be a ladies' program including a luncheon, tea and bridge.

An advance program was sent to all members with the call to meeting.

Among the national leaders who will address the meeting are Harold E. Stassen, president of the University of Pennsylvania; Hon. John B. Dun-

lap, Commissioner of Internal Revenue; Roy Blough, member of the President's Council of Economic Advisers; W. J. McNeil, Assistant Secretary of Defense and Comptroller of the Department of Defense; Paul M. Green, Acting Assistant Director for Accounting, Office of Price Stabilization; H. W. Bordner, Assistant Comptroller for Accounting Policy, Department of Defense; Brig. Gen. T. R. Rumpy, Auditor General, U. S. Air Force.

Institute Publishes Booklet For Clients

To help practitioners explain *Auditing Statement No. 23* to clients, a new pamphlet entitled *The CPA's Responsibility* is just coming off the press. It stresses one basic theme: The CPA, as a professional man, is obligated to maintain standards of practice.

The booklet was prepared by the Institute public relations staff with help from the research department. The final draft was approved by the advisory committee of individual practitioners.

Copies will be sent, within a few weeks, to all practitioners and firms represented in the Institute membership. Additional copies may be purchased at a cost price of five cents.

Members Receive \$125,000 In Life Insurance Refunds

Checks totaling \$125,175.09 have recently been sent to firms which were participants in the Institute's group-insurance plan on October 1, 1950. These refunds reduce insurance cost to about 78 cents a month for each \$1,000 of life insurance, including accidental death and dismemberment benefits.

More than 1200 firms are now enrolled. Others may join as of October 1. For details write Hanover Bank, trustee, 70 Broadway, New York 15, N. Y.

Fall CPA Examination

Dates for the fall uniform CPA examination, prepared by the Institute and offered by state boards of accountancy, are November 7-9. Individual subjects are scheduled as follows:

Accounting Practice, Part I—Wednesday, Nov. 7 (1:30 to 6 PM)

Auditing — Thursday, Nov. 8 (9 AM to 12:30 PM)

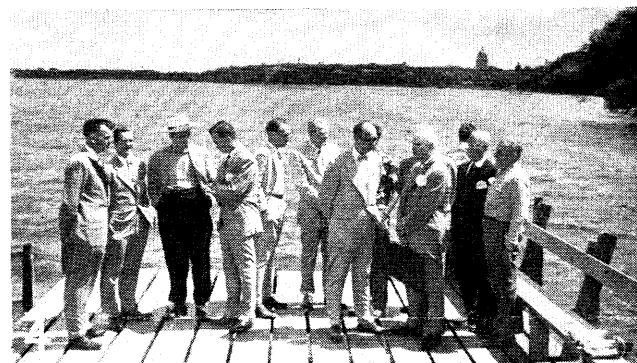
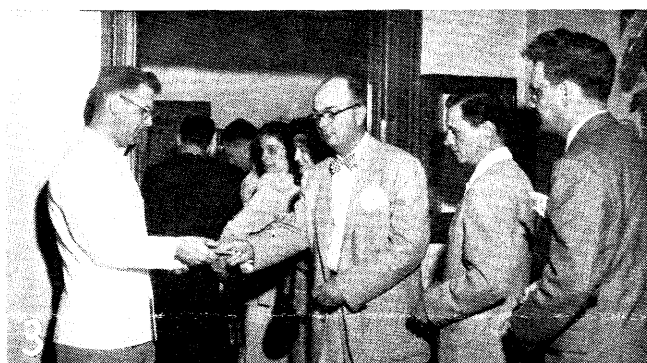
Accounting Practice, Part II —Thursday, Nov. 8 (1:30 to 6 PM)

Commercial Law — Friday, Nov. 9 (9 AM to 12:30 PM)

Theory of Accounts—Friday, Nov. 9 (1:30 to 5 PM)

The next examination period is May 14-16, 1952.

Close-up of a Graduate Study Conference



Wisconsin CPA Society's Second Annual Accountants' Graduate Study Conference at the University of Wisconsin, August 20-22, is typical of meetings on campuses throughout the country.

1. John W. Ullrich, CPA, of Wausau, Wis., registers on arrival. From his left: Program committee chairman Warren L. Johnson; Prof. J. C. Gibson, commit-

tee member; Miss Camilla Ebert of Wisconsin Society staff; Society President Gordon G. Volz.

2. Conferee Ullrich (at speaker's left facing camera) listens as Robert Beyer, Milwaukee CPA, discusses renegotiation problems. From Ullrich's left are President James F. Pitt, Minnesota CPA Society; AIA Vice President Gordon S. Battelle of

Ohio; Assistant Dean Herbert F. Taggart, University of Michigan School of Business Administration.

3. Conferee Ullrich lines up for his meal ticket at the university cafeteria.

4. Talking things over on the shore of Lake Mendota. Conferee Ullrich charts with Assistant Dean Taggart of the University of Michigan (with briefcase).

A 14-point memorandum containing suggestions for efficiency and economy in accounting and administration has been submitted to the Montana Committee on Reorganization of State Government by Montana Society's municipal methods improvement committee.

To help the Colorado State Board adopt proper standards for evaluating accounting experience in issuing CPA certificates, state society members were invited to submit oral or written opinions at a meeting on August 29. An amendment to the

Accountancy Law permits the Board greater discretion in interpreting experience requirements.

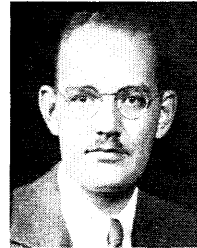
New society and chapter presidents.
Calif.: C. C. Gabrielson, Los Angeles . . . Conn.: John H. Venman, Bridgeport . . . Southern Ill. Chapter: Harry C. Curtis, Carbondale . . . Ky.: Wilbur R. Williamson, Louisville . . . Md.: Morris Fedder, Baltimore . . . Mich.: Harold H. Gilbert, Detroit . . . Central Mich. Chapter: Louis W. Edwards, Battle Creek . . . Duluth (Minn.) Chapter: R. J. Grover . . . Mo.: George Little, Joplin . . .

Neb.: Merle L. Gotfredson, Omaha . . . N. M.: L. A. B. Parker, Albuquerque.

N. C.: Irvin R. Squires, Greensboro . . . Okla.: O. G. Roquemore, Tulsa . . . Ore.: William P. Hutchison, Portland . . . Penn.: George Hewitt, Philadelphia . . . Harrisburg Chapter: Samuel L. Yaverbaum . . . Memphis (Tenn.) Chapter: James L. Dallas . . . Texas: Corpus Christi Chapter: Jack E. Collier; Dallas: Osa Alexander; El Paso: Paul H. Carlton; Lubbock: C. N. Hallmark; Permian Basin: Lee A. Criswell, Odessa . . . Wash. State: W. J. Pennington, Seattle . . . Wis.: Gordon G. Volz, Madison.

Werntz Named

William W. Werntz of New York City, former Chief Accountant of SEC, served on a three-member panel appointed by the Salary



Mr. Werntz

Stabilization Board to conduct hearings on stock-option plans for executives, in New York, early in August.

This panel is expected to report to the Board whether such plans are inflationary and whether their benefits should be subject to stabilization provisions of the Defense Production Act.

Smith Heads Hamilton Watch

Charles C. Smith, Lancaster, Pa., recently became president of Hamilton Watch Company and chairman of its board of directors. He was formerly president in charge of finances.

Ted B. Westfall, Washington, D. C., was recently assigned to the new post of Director of Audits in the General Accounting Office. Stanley B. Tunick of New York City, treasurer of New York State CPA Society, has been advanced to Professor of Accountancy at the School of Business and Civic Administration, City College of New York.

Samuel D. Bass, Philadelphia, Pa., has been elected controller of National Container Corporation. William B. Castenholz, Jr., Norwich, Conn., secretary-treasurer, American Thermos Bottle Company. Charles J. J. Cox, Los Angeles, Calif., controller and assistant treasurer, Western Air Lines.

Authors and Speakers

Dr. Mary A. Murphy, Assistant Professor of Economics at Hunter College of the City of New York, is the author of "Domestic Planning by the British Labor Party" in the July issue of *The Journal of Business*, published by University of Chicago. *Office Management* magazine for July

on Stock-Option Review Panel

contains an illustrated article by Michael A. C. Hume of New York City, entitled "The Work Distribution Chart."

Harry Sonkin, Cincinnati, addressed managers of Ohio Rural Electrification Cooperatives, in Columbus, July 12. E. Ralph Jacobs, Boston, Mass., was a speaker at the New England Realtors convention at York Harbor, Maine.

Florida Legion Honors Falsone

Frank J. Falsone, Tampa, has been elected State Commander of the American Legion. Samuel W.

Lerer, New York City, reelected treasurer of National Republican Club for the ninth term. Robert M. Reames, Lansing, Mich., manager of governmental division, local United Red

Feather Campaign. Louis C. Weiss, Cleveland, Ohio, member of the Fenn College Corporation. Del A. Liene-mann, Lincoln, Neb., manager of Lincoln Symphony Orchestra.

44 Members with Armed Forces

Arkansas: Warren K. Bass, Capt., Air Force; Edwin L. Mercing, Major, Air Force.

California: Howard G. Clark, Lt. Col., Air Force; Lloyd W. Eager, 1st Lt., Air Force; William C. Gruber, 1st Lt., Marine Corps; John Hartmann, Army; Gaylord I. Indvik, Major, Air Force; Richard Arthur Lee, Jr., Lt., USNR; Attilio P. Ruggiero, 1st Lt., Air Force; Frank G. Waaland, Army; George A. Young, Lt. Col., Air Force.

Colorado: Charles S. Holtz, Division of Staff Training, Army.

Florida: James S. Lanham, Lt. Col., Air Force.

Hawaii: Samuel Cho, Capt., Air Force.

Illinois: Edwin H. Cassels, Jr., Major, Air Force; William Farina, Capt., Air Force; Milton Fields, 1st Lt., Army.

Kentucky: Edward F. Altes, Jr., Lt., Air Force.

Louisiana: James A. Moore, Capt., Air Force.

Massachusetts: Joseph T. Hughes, Capt., Air Force; Edward J. Melaugh, Capt., Army; Samuel Rosen, 1st Lt., Army.

Michigan: Gerard J. Hodgkinson, Capt., Army; David M. Kramer, 1st Lt., Air Force.

Mississippi: Paul N. Jorgensen, Capt., Army; Charles B. Rogers, Jr., Capt., Air Force.

New Jersey: Peter Elder, 2nd Lt., Army.

New Mexico: Charles S. Hey, Jr., 1st Lt., Air Force.

New York: Herbert R. Degnan, Lt., Navy; Robert L. Gilfoil, Jr., Lt. Col., Army; Robert W. Guthmiller, Supervisory Cost Inspector, Navy.

Oklahoma: Orville B. Baker, Air Force; Julian O. Mohar, Lt. Col., Air Force; Harold B. Tiller, Capt., Army.

21 from U.S. Going To Mexican Meeting

The Institute will be represented by at least 21 members when the Second Inter-American Accounting Conference convenes in Mexico City, November 12-16. Accountants from a score of Western Hemisphere nations are expected to attend.

Official United States delegates are President T. Coleman Andrews, Virginia, Institute representative on the permanent committee of the Conference; J. William Hope, Connecticut; Marquis G. Eaton, Texas; Arthur B. Foye, New York; George D. Bailey, Michigan; Louis M. Kessler, Illinois; Theodore S. Mauldin, Georgia; and Maurice E. Peloubet, New York. Mr. Andrews, Mr. Foye and Executive Director John L. Carey will speak.

Other members who expect to visit Mexico City are asked to notify the Institute. For hotel reservations write to Aguirre's Guest Tours, Cinco de Mayo 18, Mexico D. F.

Meetings of delegates and technical sessions will be held at the new building of the Social Security Institute.

Roberto Casas Alastriste, Conference chairman, will attend the Institute's annual meeting to discuss the Inter-American program.

William Fisher of Oklahoma Victim of Air Crash at Sea

William Edward Fisher, Jr., of Oklahoma City, with the U. S. Air Force, died in a plane crash at sea, on March 23, it has been officially announced by the Air Force. Mr. Fisher, who was 28, joined the Institute in 1949. He was a native of Hugo, Okla. After graduation from Oklahoma A & M College in 1947, he joined the Oklahoma City office of Barrow, Wade, Guthrie & Co., and remained with that firm (now Peat, Marwick, Mitchell & Co.) until recalled to military service a few weeks before his death.



Mr. Emery

George H. Emery of Statesville, past president of North Carolina Association of CPAs and an AIA member since 1925, died July 26 at 64, following a heart attack. He had conducted an independent practice since 1932. Mr. Emery, who was born in New Haven, Conn., studied at Wesleyan University and taught in Puerto Rico. He was a past president of Statesville Kiwanis Club.

Luther K. Watkins, founder and first president of Buffalo Chapter, New York State Society of CPAs, and a former director of the Society, died July 11 at 83 from a heart ailment. He was a partner in the CPA firm of Watkins, Kreher & Strong, which he helped to organize in 1940, and a teacher in the evening division of University of Buffalo. Mr. Watkins, a native of Ohio, had practiced public accounting in Buffalo about 35 years. He joined the Institute in 1916.

Horace S. Gillies of St. Louis, Mo., independent practitioner and a member of the Institute and predecessor organizations since 1916, died June 16. He was associated for many years with the St. Louis office of Haskins & Sells and, more recently, had been treasurer of The Emerson Electric Mfg. Co.

Wilfred N. Howard of Los Angeles, Calif., independent practitioner, died July 18 at the age of 84 after a long illness. He had been associated for 21 years with Price, Waterhouse & Co. in Chicago and Los Angeles, and at his retirement in 1932 was a senior manager. Mr. Howard, a native of Denbigh, Wales, studied in that country, Canada and the United States. He joined the Institute in 1920.

Hugh G. Humphreys of Tulsa, Okla.,

national authority on oil-company accounting and an AIA member since 1925, died June 23 at the age of 78, the Institute has just learned. Mr. Humphreys was born in Wales and came to the United States at 16. He had been chief of staff of W. O. Ligon & Co. Company, CPAs; general auditor of Skelly Oil Co.; treasurer of British-American Oil Co.; and controller of Southern Aircraft Corporation. He was the author of a book entitled *The Accounts of an Oil Company*.

Oscar Theodore Johnston of Los Angeles, an AIA member since 1922, died August 1. Mr. Johnston studied accountancy at Pace Institute, now Pace College, in New York City. He was active in the YMCA and, for a number of years, controller of the board of trustees of its International Committee. At various times he conducted an independent public accounting practice in Los Angeles and performed administrative and counseling services for social and charitable organizations. He retired in 1946.

Robert E. Kelly, Comptroller of the City of Binghamton, N. Y. since early last year, died June 14 at the age of 48. Mr. Kelly, who also conducted an independent public accounting practice, had been a trustee of Binghamton Public Library and was a director of Radio Station WINR. He was born in Syracuse, N. Y., studied at Christian Brothers Academy there, and was a graduate of Syracuse University. He joined the Institute in 1936.

Harold A. Marvin of Boston, Mass., co-founder of the firm of Cooley & Marvin and partner for nearly 45 years, died August 22 at 72. He was born in Iowa but spent most of his early life in Connecticut. Mr. Marvin held Connecticut certificate No. 9, Massachusetts No. 14, and had been a member of the AIA and its predecessors since 1911. He was frequently retained as a consultant in accounting and management by government agencies including the United States Department of the Interior.

Joseph Stine of Indianapolis, 'an AIA member since 1928, died July 24 at the age of 72 while vacationing in Wisconsin. He had been associated with Geo. S. Olive & Co., CPAs, for nearly 30 years. Mr. Stine was a native of Indiana and a graduate of Benjamin Harrison Law School in Indianapolis. He had practiced as an attorney in the Indianapolis Federal District Court and the Indiana Supreme Court since 1924.

AIA Committee Drafts 1951-52 budget for Approval by Council



L to R: AIA Controller William H. Hird; executive Director John L. Carey; committee members J. William Hope (chairman), Pr Sinclair and Harold Caffyn. The Institute budget will be submitted to the Council at annual meeting in Atlantic City.



Standing L to R: Executive Director John L. Carey, Donald J. Bevis, Research Assistant Richard C. Lytle, Gordon M. Hill, Carl M. Esenoff, Charles F. Coates, J. Woodrow Mathews, Chairman Alvin R. Jennings, Walter R. Flack, Garrett T. Burns, Benjamin Neuwirth, Ralph L. Stauffer, Oliver W. Seifert, Research Director Carman G. Blough. Seated L to R: Russell C. Harrington, A. Frank Stewart, Fred G. Page, Charles H. Towns, Harry C. Grumpelt.

New Auditing Pamphlet Will Replace Twenty-Four Statements On Procedure

A single booklet will replace the 24 *Statements on Auditing Procedure* issued by the AIA committee on auditing procedure since October, 1939. Copies of this booklet, entitled *Codification of Statements on Auditing Procedure*, are being sent to all Institute members. Additional copies may be purchased at \$1 each.

The *Statements* presented the committee's opinion on certain auditing procedures as restricted to the particular circumstances described. Individual *Statements* will not be reprinted when the present supply is exhausted.

The purpose of the new booklet is to consolidate and present more clearly the principles and procedures of continuing general interest previously set forth by the committee in the *Statements*. It is not a compendium of auditing procedures but a guide in certain situations found in practice which require the exercise of judgment by the independent certified public accountant.

In preparing the codification, the committee reviewed all the *Statements*, eliminated repetitive material and topics of temporary significance,

and brought together scattered discussions of related subjects. About 25 pages of the 60-page pamphlet are devoted to principles and procedures. The balance consists of appendixes referring to special auditing problems.

The text presents the committee's views on appointment of the independent auditor, auditing standards, responsibilities and functions of the independent auditor, his reports, and extensions of auditing procedure.

In substance, the booklet is almost identical with the *Statements*. The most important change is a conclusion by the committee relating to the expression of an opinion in situations where inventory observation or confirmation of receivables, though practicable and reasonable, is omitted but where procedures are substituted which justify an opinion.

Publication of the new pamphlet completes nearly two years' work by the committee on auditing procedure and a special subcommittee consisting of Garrett T. Burns of New York, chairman; Donald J. Bevis, Michigan; M. C. Conick, Pennsylvania; J. Woodrow Mathews, Pennsylvania; and Oliver W. Seifert, Ohio.

Accounting Firms Announce Changes

Arthur Andersen & Co. has opened an office at 209 Browder Street, Dallas, Tex., with Robert F. Zech partner in charge; and in Aquila Court, Omaha, Neb., with John M. Waters partner in charge.

T. Coleman Andrews & Co. has moved its Roanoke, Va., office to the Shenandoah Building.

Irwin and Rudolph Berk have formed the partnership of Berk and Berk, Western Saving Fund Building, Philadelphia 7, Pa.

Russell S. Bogue & Company, Tampa, Fla., has admitted William J. Braley and George T. Vass to partnership.

Howard G. Brill and Daniel B. Heller have formed the partnership of Brill & Heller, 1746 North Las Palmas Avenue, Hollywood 28, Calif.

Burlingame & Company of 105 West Adams Street, Chicago and St. Louis, New York City and Pittsburgh has admitted M. J. Saunders of Chicago to partnership.

Karl M. Doeren & Company has changed its name to Doeren, Mayhew & Company and moved its office to 16,865 Livernois Avenue, Detroit 21, Mich.

G. Harris Emig has moved to 3821 Fannin Street, Room 2, Houston 4, Tex.

Peter Guy Evans, CPA and attorney, has moved his New York office to 95 Liberty Street, New York 6, N. Y.

Fontaine, McCurdy & Company and Isaacson & Stillman have moved to 225 East Michigan Street, Milwaukee 2, Wis.

Mathieson, Aitken & Co. have moved to 112 South 16th Street, Philadelphia, Pa.

F. W. Nichols and J. T. McCarty, Jr., have formed the partnership of F. W. Nichols & Company, 1214-21 Brown-Marx Building, Birmingham, Ala. This firm will continue the practice of F. W. Nichols with whom Mr. McCarty has been associated as a staff member for 12 years.

R. Rowland Stebbins has opened an office at 30 Federal Street, Boston 10, Mass.

Irwin G. Stirgwolt, Thomas L. Patten and Wilbur W. Wilson have formed the partnership of Stirgwolt, Patten & Wilson, 70 East State Street, Columbus 15, O.

Thompson, Dechow, Garcia & Reich, Suite 1100, Financial Center Building, Oakland 12, Calif., has been formed by Carl Dechow, Jr., LeVerne W. Garcia, Marion R. Reich and Kenneth Thompson.

John R. Wood, Nelson J. Vogel, John Z. Olcott and Frank C. Sheldon have formed the partnership of Wood, Vogel and Company, Whitcomb-Keller Building, South Bend, Ind.

Brandon B. Woolley has withdrawn from Ryniker, Woolley & Bates and established the firm of B. B. Woolley & Co., Maritime Building, New Orleans 12, La.

LATE NEWS ROUND-UP

[Continued from page 1]

previously accomplished primarily by direct-mail advertising.

* **

The Institute's annual \$250 scholarship award for leadership in the Junior Achievement program was formally presented at a dinner on August 28 to Miss Janet Patricia Hurley of Pittsburgh by James H. Young, former chairman of Pittsburgh Chapter, Pennsylvania Institute of CPAs, and a Junior Achievement director.

* **

Illinois recently enacted a bill sponsored by the state CPA society, after a court decision invalidated one section of the accountancy law, specifying subjects to be included in the examination for the CPA certificate given by a special board of five examiners to public accountants who meet the following qualifications:

1. Apply not later than July 22, 1953.

2. Have held Illinois public accountants' certificates and have engaged in public practice there for at least five years.

This bill also authorizes the University of Illinois to adopt rules and regulations relating to qualifications, examination and determination of successful applicants.

* **

Meetings on the calendar:

Institute of Internal Auditors, Tenth Annual Conference, New York City, October 15-16.

American Society of Women Accountants and American Woman's Society of CPAs, Joint Annual Convention, Washington, D. C., October 5-7. Banquet speaker will be Miss Helen F. Humphrey, Chief of Enforcement for the Salary Stabilization Board, instead of U. S. Treasurer Clark as announced last month.

Netherlands Institute of Accountants, Accountants' Yearday, Amsterdam, October 5.

Philippine Institute of Accountants, Fifth Annual Convention, Cebu City, November 30-December 2.

For more details, write the Institute.

Applicants Recommended for Admission

The committee on admissions recommends admission of 191 applicants for membership in the Institute, 40 who have been accorded credit for having passed examinations acceptable to the committee, and 151 who have passed the uniform examination for the CPA certificate.

The applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before October 15, 1951.

ALABAMA

Dothan: James Andrew Ward, Jr.

ARIZONA

Phoenix: George L. McQuiston, A. L. Peipelman.

ARKANSAS

Benton: Norman Wayne Yaniger, Sr.

CALIFORNIA

Alameda: Robert Charles Rehfeld. Arcadia: Dwight A. Moore. Beverly Hills: Jacques Braunstein. Los Angeles: Cyril A. Creighton, Robert Burton Dodson, Robert E. Kendall, Alcie G. Manning, Jack A. Prepas, Donald Lewis Sutherland. North Hollywood: Robert L. Bonnet, Jr. Redding: William B. Nystrom. San Francisco: F. A. J. Knopp, Francis W. Rollins, Jr. San Leandro: A. B. Baker. Whittier: Robert C. Lance.

COLORADO

Glenwood Springs: Lawrence C. Mitchell, Jr.

CONNECTICUT

Bridgeport: Alexander Jaffee. Hartford: Robert S. Siskin. Stamford: Bernard Kweskin. Waterbury: J. William LaFlamme, Franklyn F. Tessier, Roger H. Walcott.

DELAWARE

Wilmington: C. I. Schwendeman.

DISTRICT OF COLUMBIA

Washington: Homer W. Anderson, William H. Oliver, James V. Rossi.

FLORIDA

Fort Myers: Donald E. Gilbert. Lake City: Drakon B. Odom. Hialeah: Harry H. Meyer. Miami: R. L. Veach. Miami Beach: Robert A. Becker. Tampa: George T. Vass.

GEORGIA

Atlanta: James D. Du Val, W. Waring Milam, William Wendell Stribling. Augusta: Roy B. McCutcheon, Jr. Columbus: John D. Abernathy, Jr. Macon: Howard F. Laney.

ILLINOIS

Aurora: Gordon Raymond Telling. Chicago: Theodore W. Blegen, Richard C. Brandt, Harold Goodman, B. A. Gorny, Sidney R. Johnson, Edward L. MacLennan, Carlos Edgar Milner, Gordon P. Mitchell, Bernard H. Ross, Melville J. Saunders, Robert H. Sigel, William J. Sturm. Rockford: William Louis Raby.

INDIANA

Indianapolis: Karl I. Hamilton, Jr. Marion: Perry S. Mansfield. South Bend: Edward B. Martin.

KANSAS

Salina: Lester M. Mertz. Topeka: Donald F. Wright. Wichita: Roderick W. Wakeland.

KENTUCKY

Louisville: James T. Lynch.

LOUISIANA

Abbeville: John P. Donohue. Baton Rouge: George Watson Fair. Shreveport: Merwyn Jack Dietrich, Robert E. Hull.

MARYLAND

Baltimore: Gunther R. Borris, Bernard B. Cohen, Edgar A. Hume, Jr., Charles Moran, Leonard B. Rowles, Jr., Lloyd Orin Shirley, Wm. Louis Stone, Fred W. Zeller, Jr.

MASSACHUSETTS

Boston: Frank O. Adams, Edwin D. Campbell, Victor Cohen, Paul J. King, E. Clark Mayo, Jr., William Packer, Salem: Stanley F. Guest.

MICHIGAN

Bay City: Gustave Ernest Lohrke. Detroit: Harley James Begnoche, Richard F. Oppat, Joseph L.

Patent, Elmer Staith. Grand Rapids: Hugo A. Stoltenberg. Ypsilanti: Ronald Robson.

MINNESOTA

Duluth: H. O. Kuhlmeier. Minneapolis: Joseph J. Englin, D. E. Forschler, Ray V. Kuusisto.

MISSISSIPPI

Greenwood: Hubert Armstrong, Jr. Jackson: M. A. Abernethy, Robert E. Nader.

MISSOURI

Joplin: Cecil E. Cooper, Jr. Kansas City: H. Dwight Geiger, Darwin H. Wolkow. St. Louis: Joseph C. Kuhn, Thomas Joseph Shannahan.

NEW JERSEY

Camden: Domenick D. Joseph. Hillside: Harry L. Torine. Newark: Saul D. Feldman. Perth Amboy: Frank J. Ewart.

NEW YORK

Binghamton: William Harold Bush. Buffalo: Albert A. Kreher, James L. Strong. Gloversville: Jacob Schulman. Long Island City: Harold W. Seidman. New York: Wilbur C. Ashman, William Symes Campbell, William H. Conkling, Jr., Edmund Burke Giblin, Seymour Gross, Milton Held, Lester Hermele, George Mandel, Robert A. Matthews, Albert B. Newton, Sheldon Eliot Perlman, Russell L. Reed, Samuel N. Rubin, Marvin Potash, Victor V. Sinclair, Abraham Max Stein, Philip R. Steinberg, William S. Taggart, Daniel S. Waite, Norbert J. Whitaker, Ernest M. Young. Rochester: Max Greenhouse. Yonkers: William S. Kaufman.

NORTH CAROLINA

Charlotte: William W. Carroll. Greensboro: Herman O. Coleman. Raleigh: Ray M. Williams. Winston-Salem: Everett Howard Cannon.

OHIO

Alliance: Robert K. Mather. Cincinnati: Harry J. Ives, Leo C. Voet. Cleveland: Roger N. Gifford, Frank J. Otto. Columbus: H. A. Murray, Paul L. Noble. Maple Heights: William J. Pecsok. Toledo: Donald N. Payne. Zanesville: Thomas F. Lynch.

OREGON

Portland: William S. Cobb.

PENNSYLVANIA

Berwick: Herbert James Sentner. McKeesport: Harold Winter. New Castle: Thomas J. Donovan. Philadelphia: Albert E. Cooper, Thomas F. Jennings, Alberta A. Neiman, Melvin W. Niden, Timothy F. X. Sullivan, Herman M. Walzer, Pittsburgh: Charles M. Atkinson, George O. Luster, John M. Olshock, Joseph Philip Rhein, J. Robert Sarge, Ellis F. Van Swearingen.

TEXAS

Brownfield: Hugh Spencer Thomas. Dallas: Lester G. Taylor. Houston: Richard G. Williams, Edgar R. Woodhouse. Lubbock: L. Edwin Smith. Fort Worth: John Lafayette Carter, Jr., Joseph O. Le Blanc, Jr., Clifford C. Schmidt. San Antonio: Alfonso J. Garza. Wichita Falls: Alton M. Toombs.

VIRGINIA

Harrisonburg: Mervin Baker. Stickley. Norfolk: Alva B. Chamberlayne. Richmond: G. G. Finney, Donald R. Watson.

WASHINGTON

Bellingham: Ralph W. Young. Moses Lake: Richard O. Long. Seattle: Ellery I. Brandt, John H. Davis, Odber W. Merritt, Joseph W. Teplicky, Vernon Otis Wagner, Tacoma: Frank van Aalst.

WEST VIRGINIA

Bluefield: Leon D. Murray, Jr. Nitro: G. R. Trainer. Williamson: Guy S. Alexander.

WISCONSIN

Ladysmith: Albert L. Otto. Milwaukee: Robert M. Furber. Wausau: Irvin H. Von Gnechten.

Extension For EPT Returns Enacted

As a result of efforts by the American Institute, special legislation has been enacted to permit a two-month extension of the deadline for corporate and excess-profits tax returns due September 15.

On September 7, the Senate passed by unanimous consent HR 4014, an alcoholic tax bill, containing an amendment which authorized the Commissioner of Internal Revenue to extend the deadline. The House passed the bill on September 13 and sent it to the President.

Anticipating this legislation, the Commissioner issued a mimeograph on September 6 instructing collectors to entertain applications for extensions subject to its enactment.

In requesting the extension, the AIA committee on federal taxation contended that the previous deadline did not give taxpayers sufficient time to study recent Regulations interpreting Part II of the Excess Profits Tax Act which applies to the income credit of corporations involved in reorganization.

The Institute's appeal first led to the introduction of resolutions permitting the extension in both Houses of Congress. The Senate version (SJR 97) was submitted by Sen. Harry F. Byrd (D. Va.), and the House resolution (HJR 317) was offered by Rep. Wilbur D. Mills (D. Ark.).

In order to expedite action, however, it was decided to include authority for the extension in an amendment to a measure slated for early passage rather than press for its adoption as a separate piece of legislation.

AIA Research Team Drafts Report Survey



L to R: W. G. Bellmar (CPA), Edward G. Reedy, Olivia Hamre, Robert L. Starks, G. E. Burns. Miss Hamre is a full-time member of the American Institute research staff. Her assistants are "on loan" from public accounting firms.

Fifth Volume of Annual Report Study Analyzes Practices of 1,100 Companies

The fifth yearly edition of *Accounting Trends and Techniques*, annual survey of published corporate reports prepared by the Institute research staff, is expected to come off the press in October.

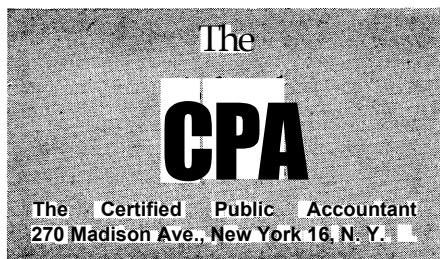
The study is based on an analysis of some 1,100 reports issued by representative corporations for the calendar year 1950 and fiscal years ending from April 30, 1950, to April 30, 1951. It includes five-year comparative statistics for 525 corporations.

In addition, there are numerous

comments on pension plans, stock-option and purchase plans, Lifo costing by industrial groups, and various trends and practices revealed in corporate reports.

The text includes many excerpts from published reports. There is a new table illustrating terminology in income statements. Other tables have been condensed and simplified for more convenient reference.

This volume containing about 150 pages may be ordered now from the Institute. Price: \$10.



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INSTITUTE OFFICERS

PRESIDENT: T. Coleman Andrews

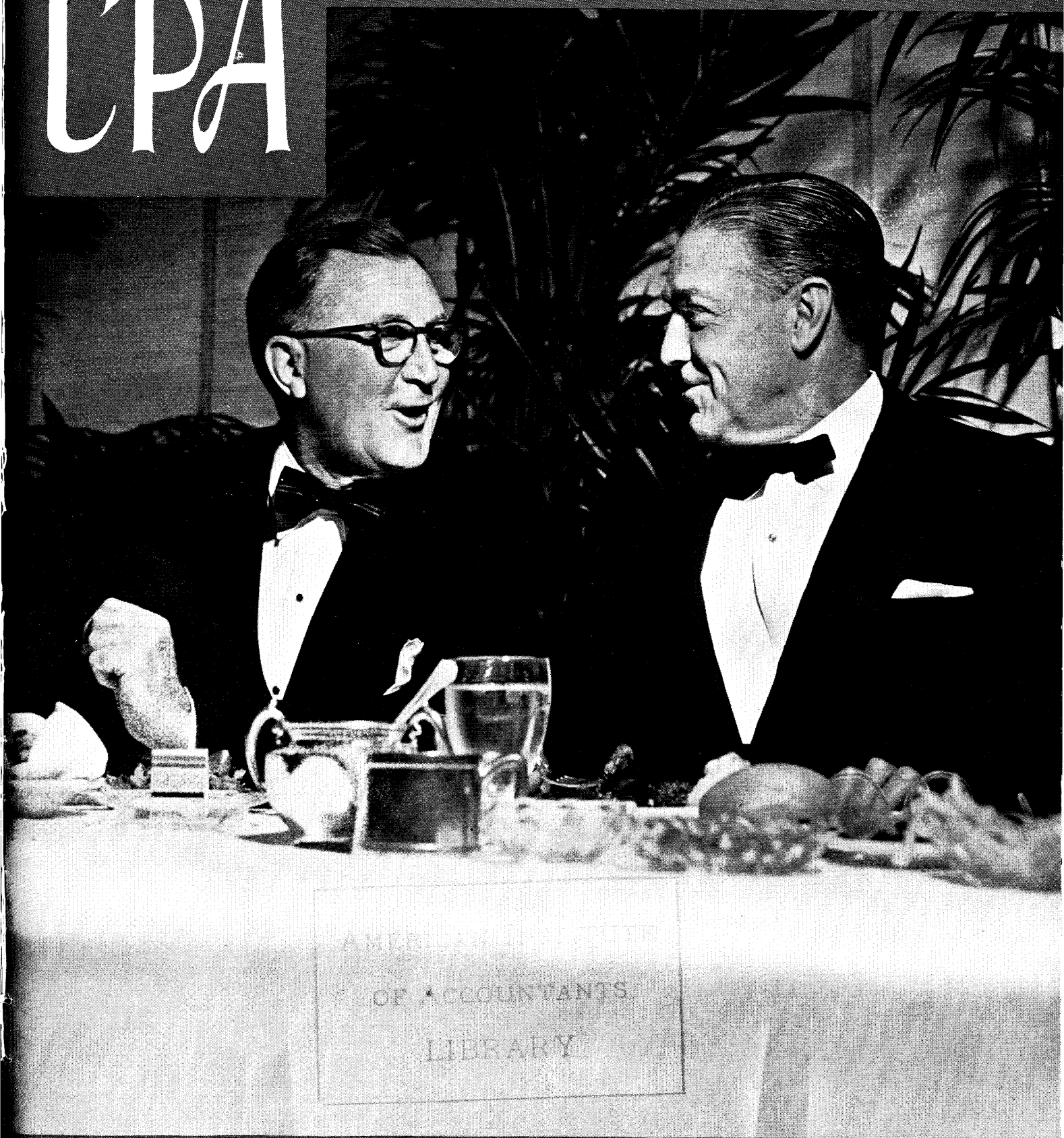
VICE PRESIDENTS: Gordon S. Battelle, Richard C. Mounsey, Frank L. Wilcox, John H. Zebley, Jr. TREASURER: Harold R. Caffyn, EXECUTIVE DIRECTOR: John L. Carey.

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The CPA

October 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS



Defense Chief Wilson Addresses AIA Annual Dinner

News and Pictures from Atlantic City Inside

National Leaders Issue Appeal to AIA for Aid

Three of the nation's leaders, speaking at the 64th annual meeting of the American Institute in Atlantic City's Chalfonte-Haddon Hall hotel October 6-10, urged the accounting profession to devote its skills to combating the perils of inflation.

The speakers were Director of Defense Mobilization Charles E. Wilson; Roy Blough of President Truman's Council of Economic Advisers; and President Harold E. Stassen of the University of Pennsylvania.

Mr. Wilson warned the meeting that the United States was entering a period of genuine shortages in which a runaway inflation could wreck the defense program.

"The brains and the skill of certified public accountants," he said at the Monday banquet, "touch the defense mobilization effort at many points, just as they did in the days of World War II. As a member of the War Production Board, I know how the Institute and its members helped procurement agencies on contract negotiation, cost definition, renegotiation and termination.

"You also helped prepare accounting manuals for the Armed Forces and Government agencies. You helped Selective Service and the War Manpower Commission in the allocation of accounting personnel. You aided the Office of Price Administration to formulate its financial reporting procedure.

"In the simpler days of our nation, way back in the eighteenth century, a man could count on his fingers, or use an abacus. But now we deal in figures that are borrowed from astronomy. You accountants are needed to see that astronomy does not degenerate into astrology."

Mr. Blough, at the Monday luncheon, described the two major economic problems of mobilization as:

(1) The production problem—to increase production of needed defense material and supporting productive capacity; and

(2) The problem of inflation—to prevent or mitigate inflationary price increases.

He reminded his audience: "As ac-

countants in close touch with the operations of particular businesses, you are keenly aware of the problems that mobilization has brought and is bringing to them.

"Some of these problems, such as those involved in five-year amortization, renegotiation, the excess-profits tax and price adjustments under price-regulation orders, directly raise accounting problems."

Mr. Stassen, speaking at the Tuesday luncheon, called for a greater awareness of the need for economic freedom.

He cited two essentials for the continued favorable development of the American economy:

"First," he said, "the currency must not be dissipated by continuous inflationary influences. Second, a substantial pool of investment capital must remain in private hands, with the owners protected in their right to invest as they see fit, without the permission of the Government."

Mr. Stassen appealed to CPAs to contribute their expert counsel and services in promoting a full appreciation of the value of economic freedom. "You are needed," he said, "to develop a sound public opinion—for the future decisions of both political parties in America will be determined by the people's views."

At a Wednesday afternoon session, Commissioner of Internal Revenue John B. Dunlap issued another appeal to the accounting profession:

"You can help us to do more and we can help you to do more," he said, "if we develop between us a spirit of friendly cooperation."

Over the Nation

The banquet address by Charles E. Wilson was carried across the nation over the facilities of the American Broadcasting Company at 9:30 EST on Monday night.

Front Cover: Mr. Wilson (left) talks with T. Coleman Andrews at the annual dinner.

He urged CPAs to submit suggestions—either as individuals or through the Institute—for simplification of tax methods and regulations. "Your advice," he said, "will be most welcome."

The new Commissioner assured the meeting that President Truman had given him a free hand in the administration of the Bureau. "There will be no politics in the Department," he said, "as long as I am in charge."

He also asked the accounting profession to defend the Bureau against reckless attacks upon its integrity and observed that all of the present charges from outside sources are based on information developed by the Bureau's own investigators.

Two days earlier, in his farewell speech, retiring President T. Coleman Andrews had spoken of the current criticism of the Bureau.

"The present onerous weight of taxes," Mr. Andrews said, "plus an unfortunate example of indifference to corruption in high places, has created a situation in which a few employees of the Bureau of Internal Revenue have succumbed to temptation.

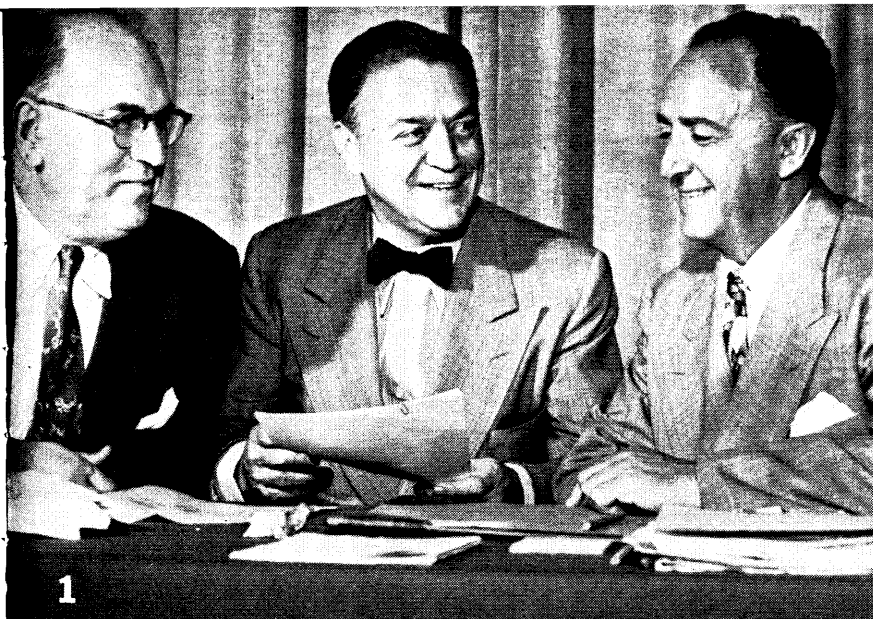
"I welcome the announcement of the new Commissioner that he is going to make a thorough investigation of his staff from top to bottom, not only because it will get rid of the few who have been unfaithful to their duty, but because I am sure it will vindicate the reputations of the hundreds of honest and conscientious agents who are momentarily under a cloud of suspicion."

A consciousness of national emergency dominated the program. It was apparent in the list of speakers; questions asked discussion leaders; conversation in hotel lobbies; streamlined technical sessions compressed into three days; curtailed entertainment.

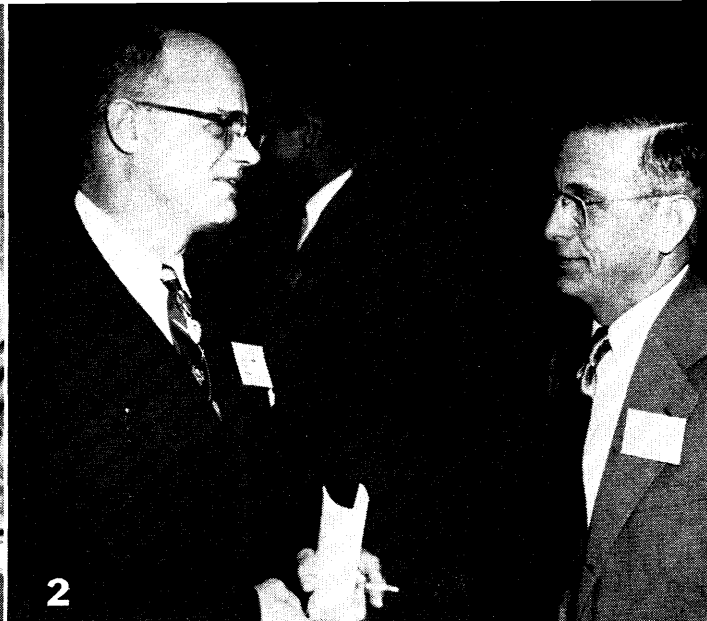
Measured by any reasonable standard, however, this annual meeting compared favorably with its predecessors. Attendance was 1,036 with 44 states represented.

There were also accountants from

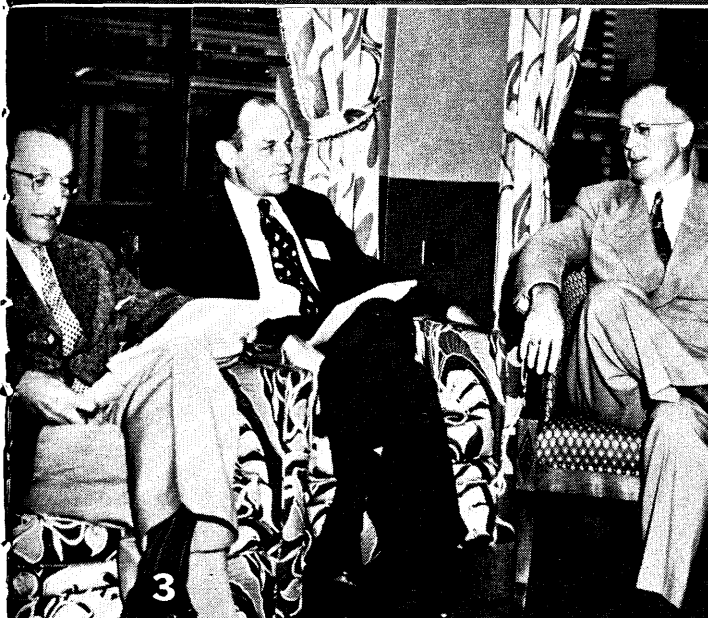
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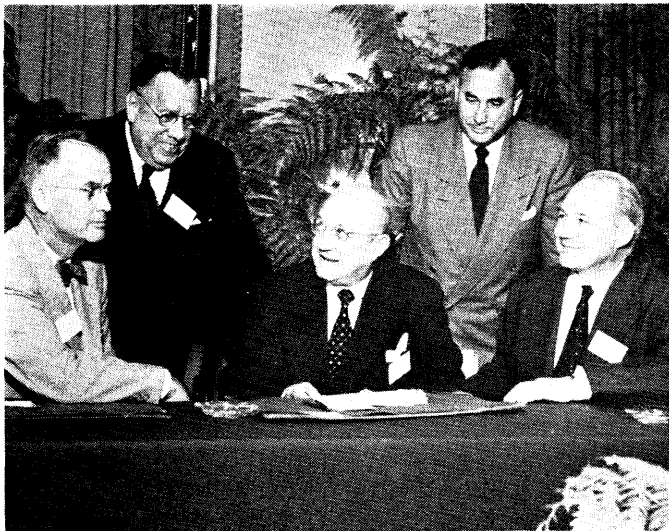
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1. City, state and nation (L to R) : O. Jay Silverman of Atlantic City, President Andrews and President Siegel of the host society, review plans for the meeting. 2. Wallace M. Jensen (L) of Detroit, member of AIA tax committee, chats with Sam W. Sinderson of Kansas City, who heads a civic

group studying tax problems resulting from midwest floods. 3. Educational Director Robert L. Kane, Jr., (C) confers with Frank S. Glendening of Philadelphia and O. G. Roquemore of Tulsa. 4. Presidential Family: Mr. and Mrs. Hope with daughters. 5. Registration begins.



Panel on Public Relations: (L to R) O. G. Roquemore, Tulsa; A. H. Puder, Newark; Chairman George E. Perrin; Arthur M. Sargent, Calif. Society Secretary; Paul Grady, New York.



Brother Act: Luncheon Speaker Roy Blough of President Truman's Council of Economic Advisers and his wife (center) talk with the Institute's Research Director Carman G. Blough and his wife.

Leaders in National Life Ask Help from Institute

[Continued from page 2]

Canada, Colombia, England, France and the Netherlands.

The leader of the Canadian delegation was A. Emile Beauvais, president of the Dominion Association of Chartered Accountants. George O. May was the official representative of the Institute of Chartered Accountants in England and Wales.

Urgency of the times stepped up the tempo of week-end events, with the executive committee meeting on Friday, October 5.

The committee reported that the Salary Stabilization Board had taken no final action on the Institute's petition for amendment of regulations to exempt from stabilization requirements wages, salaries and other compensation paid to CPAs, licensed to practice as such, who are employed in a professional capacity by a certified public accountant or firm of certified public accountants.

Several recommendations submitted by the executive committee to Council are discussed below. The committee also presented a proposal for changes in membership dues.

Activities on Saturday, October 6, began at 9 A. M. At a business session, which continued throughout the day, Council received annual reports of

the executive director, treasurer, committee on budget and finance, executive committee and more than 25 other committees.

Voluntary contributions totaling \$76,000 from 3,080 firms and individual practitioners, under the supplementary financing program, were announced. A budget of \$1,093,360 was adopted for the fiscal year 1951-52. The CPA firm of Franke, North, Han-

non & Withey was renamed Institute auditors.

Council approved in part the executive committee's recommendations for limiting circulation of membership publications, with estimated savings up to \$10,000 a year in printing and mailing costs.

Under this proposal, all members will continue to receive, without charge, *The Journal of Accountancy*, *The CPA*, complete membership roster with a list of firms and individual practitioners, *Accounting Research Bulletins*, *Statements on Auditing Procedure*, *Case Studies in Auditing Procedure* and other items prepared by the research staff.

The following publications will be supplied to members, without charge, on request: annual meeting proceedings; committee reports; lists of officers and committees.

Rules of ethics will be distributed to all members when they are revised.

At an all-day session on October 6, the Association of CPA Examiners, consisting of state board members, elected the following officers for the fiscal year 1951-52:

President: M. C. Conick of Pittsburgh, Pa. First Vice President: A. Frank Stewart of Richmond, Va. Second Vice President: George O. Carlson of Los Angeles, Calif. Secretary-

New Jersey AIA Host Twice in Five Years

President Louis L. Siegel of New Jersey CPA Society joined AIA President T. Coleman Andrews in welcoming Institute members to their second annual meeting in Atlantic City in the past five years.

In 1946, when the nation was beginning to recover from World War II, the Government discouraged conventions in major cities. The executive committee transferred the meeting from New York to Atlantic City to relieve congestion in hotels.

In 1951, when the meeting was scheduled for Washington with the D. C. Institute of CPAs as hosts, the committee made a similar decision.



Officers: President Hope; Treasurer Harold R. Caffyn; Vice Presidents Donald M. Russell, Arthur B. Foye, Marquis G. Eaton, George E. Perrin. Tuesday's luncheon. Speaker: Harold E. Stassen. Awards: Herman W. Bevis, Board of Examiners, William Fletcher, Howard Ness, Paul Gaebelein, Jr., Charles Steele, Harvey Metz.

Members at Sixty-fourth Annual Meeting

Treasurer (reelected): Daniel Preston Williams of St. Louis, Mo.

Technical sessions began on Sunday, October 7, with an afternoon forum on state legislation at which Chairman Raymond D. Willard of the committee on state legislation presided.

L. C. J. Yeager presented the case for regulatory legislation, and Robert L. Miller argued against it. Chairman Donald P. Perry of the Board of Examiners discussed education and experience requirements. A general reception followed.

The topic at the technical session on Monday morning, October 8, was mobilization. Speakers were W. J. McNeil, Assistant Secretary of Defense and Comptroller of the Department of Defense; Paul M. Green, Acting Assistant Director for Accounting, Office of Price Stabilization; and H. W. Bordner, Assistant Comptroller for Accounting Policy, Department of Defense.

On Monday afternoon, there were simultaneous technical programs. At a session on contract renegotiation and procurement auditing, the speakers were John T. Koehler, chairman of the new Renegotiation Board, and Brigadier General T. R. Rampy, Auditor General, United States Air Force. A public relations panel was

conducted, with Chairman George E. Perrin of the public relations committee presiding.

Tuesday morning, October 7, was devoted to the annual business meeting. Members elected J. William Hope of Bridgeport, Connecticut, president of the American Institute for the coming fiscal year. For names of other officers elected and actions taken at the business session, see page 8.

At the excess-profits tax panel on

Tuesday afternoon Mark E. Richardson, member of the federal tax committee, presided.

The program on Wednesday, October 10, included a morning panel on auditing procedure under the direction of Chairman Alvin R. Jennings of the auditing procedure committee. In the afternoon Troy G. Thurston, a member of the federal tax committee, conducted a panel on federal income taxation at which Commissioner Dunlap was the principal speaker. The 1951 annual meeting adjourned at 4:30.

On Thursday, October 11, staff secretaries of state CPA societies held a one-day conference with members of the Institute staff.

A number of AIA committees met for organization and discussion in Atlantic City. Among them were committees on accounting procedure, individual practitioners, federal taxation, natural business year, CPA Handbook, and public relations.

Program details for the annual meeting were arranged by the committee on technical sessions consisting of Chairman John H. Zebly, Jr., Pennsylvania; George O. Carlson, California; George E. Perrin, North Carolina; Mark E. Richardson, District of Columbia; and Robert E. Witschey, West Virginia.

Dickinson Honored On 50th Anniversary

At the business session, Colonel Robert H. Montgomery presented to George O. May a scroll honoring the late Sir Arthur Lowes Dickinson, leader in the profession, who came to this country from England 50 years ago.

Colonel Montgomery collaborated with Sir Arthur in professional activities. Mr. May is a retired partner of Price Waterhouse & Co., with which Sir Arthur was associated.

The citation referred to his "judgment in setting high standards, his courage in maintaining them, his lucid expression and the inspiration he gave to others."



J. William Hope Becomes Institute President

J. William Hope of Bridgeport, Connecticut, was elected president of the American Institute for the fiscal year 1951-52, by members attending the annual business meeting at Chalfonte-Haddon Hall Hotel, in Atlantic City, October 9.

The following officers and Council members were also elected.

Vice Presidents: Marquis G. Eaton, Texas; Arthur B. Foye, New York; George E. Perrin, North Carolina; Donald M. Russell, Michigan.

Treasurer: Harold R. Caffyn, New York (reelected).

Council Members at Large, three-year term: Roy C. Comer, Washington; Mark E. Richardson, District of Columbia; John H. Zebley, Jr., Pennsylvania. One-year term, to fill a vacancy: Charles H. Towns, New York.

Other Council Members (figures in parentheses indicate number of years in terms): **Ariz.:** Fred H. Woodward (3); **Ark.:** Raymond R. Morris (1); **Calif.:** Clifford V. Heimbucher (3), J. Robert White (3), Anson Herick (2), Ira N. Frisbie (1); **Conn.:**

Harry W. Babineau (3); **Ga.:** William J. Carter (3); **Ill.:** Richard H. Grosse (3), Donald R. Jennings (3); **Ind.:** Horace G. Barden (3); **Iowa:** Lloyd R. Bock (3);

Kan.: Sam W. Sinderson (3); **Ky.:** Robert Miller (3); **Md.:** Herbert L. Langrall (3); **Mass.:** John J. McIsaac (3); **Mich.:** Wallace M. Jensen (2); **Miss.:** Dick D. Quin (2); **Mont.:** Roscoe L. Thomas (1); **Neb.:** Oscar R. Martin (1); **N. Y.:** Alvin R. Jennings (3), Saul Levy (3), Maurice E. Peloubet (3), Harold J. Beairsto (2), John W. Queenan (2), Russell G. Rankin (1), J. S. Seidman (1);

N. C.: Allen E. Strand (3); **Ohio:** Edmund A. Clarke (3), C. Weldon Barstow (1); **Pa.:** William R. Winn (3), Jonathan O. Dickinson (1), Ralph L. Stauffer (1); **R. I.:** Russell C. Harrington (3); **S. C.:** Glenn M. Hatfield (1); **Tenn.:** R. Carl Counts (3); **Texas:** J. A. Phillips (3), Frank L. Wilcox (2), Ben M. Davis (1); **Utah:** Harold L. Child (2); **Wash.:** Edward P. Tremper (3); **W. Va.:** Robert E. Witschey (1).

Members approved the following

amendments to the by-laws, recommended by the committee on by-laws and approved by Council:

A proposal to supplement a previous amendment providing for an increase in membership of the Council, by inserting the method of allocating members among the states.

A proposal to clarify the statutory status of the secretary of the Institute by including in the by-laws his additional title of executive director.

A proposal to increase from 50 to 200 the number of members required to constitute a quorum at an annual meeting.

In addition, members voted to adopt an amendment introducing the following schedule of dues, proposed by the executive committee and approved by Council:

Members holding CPA certificate less than four years, not engaged in public practice as partner or individual practitioner: \$12.50.

Members holding CPA certificate less than four years, engaged in public practice as partner or individual practitioner: \$20.

Members holding CPA certificate

Former Institute Presidents Honored at the Sixty-fourth Annual Meeting



T. Coleman Andrews (at the microphone) pays tribute to the past presidents seated in the front row on the platform.

over four years, not engaged in public practice as partner or individual practitioner: \$25.

Members holding CPA certificate over four years, engaged in public practice as partner or individual practitioner: \$40.

Dues changes, if approved, will become effective for the fiscal year beginning September 1, 1952. They are estimated to yield about \$100,000 in additional revenue, based on present membership. In proposing the new schedule of dues, a subcommittee of the executive committee expressed the opinion that many Institute activities are of greater immediate benefit to partners of public accounting firms and individual practitioners than to other members.

A resolution supporting proposed legislation to create a tax incentive for individuals to provide their own retirement income was adopted by the membership. It had previously been approved by Council, upon recommendation of the executive committee.

The following Elijah Watt Sells Awards were presented for the highest grades in the uniform CPA examinations.

November, 1950, Examination

First Award—Gold Medal: Paul Whitefield Gaebelein, Jr., Pasadena, Calif.

Second Award—Silver Medals: William H. Fletcher, Arlington, Mass.; Harvey Victor Metz, Cleveland, Ohio.

Honorable Mention: George W. Boon, La Grange Park, Ill.; Sidney Davidson, Baltimore, Md.; Alexander E. Wistkup, El Paso, Texas; Charles C. Hestand and Eugene W. Myers, Salt Lake City, Utah.

May, 1951, Examination

First Award—Gold Medal: Charles Glen Steele, San Francisco, Calif.

Second Award—Silver Medal: Howard Lewis Ness, Toledo, Ohio.

Honorable Mention: Carlyle W. Woodbury, Iowa City, Iowa; James William Burdin, Miami, Fla.; Harvey Franklin Grant, Beverly Hills, Calif.; Mandel Gomberg, Chicago, Ill.

Gold and silver medals were presented to the winners, personally, by Herman W. Bevis of New York representing the Board of Examiners.

Applicants Recommended for Admission

The committee on admissions recommends admission of 188 applicants for membership in the Institute—28 who have been accorded credit for having passed examinations acceptable to the committee, and 160 who have passed the uniform examination for the CPA certificate.

The applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before November 15, 1951.

ALABAMA

Birmingham: Lonnie N. Cooper. **Gadsden:** Maurice C. Shannon, Jr. **Mobile:** Melner Robert Bond, Jr.

ARIZONA

Phoenix: Berne Richard Vaughan.

ARKANSAS

Conway: Melvin R. Everhart. **El Dorado:** Harry Wadsworth.

CALIFORNIA

Compton: Charles A. Woodcock. **Hanford:** Richard J. Artis. **Hollywood:** Howard L. Schultz. **Los Angeles:** Celio Gordon Capelli, Elbert L. Cochran, William M. Crisell, Raymond Joseph Gertzweig, John D. Heaume, Ailee Don Sandoz. **Monterey:** Matthew M. Maguire. **Oakland:** Frank Youngson Fowler. **San Diego:** Edward Baranov. **San Francisco:** A. Barden Finch, Jr., W. Irving Haut, Vernon O. Heyman, James Cordell Peterson.

COLORADO

Denver: Earl H. Alfasser, Howard L. Farkas. **Englewood:** Leslie E. Whittemore. **Fort Collins:** H. Winfield Rogers.

CONNECTICUT

East Norwalk: Paul Addison Hunt. **New Haven:** Paul R. Berney, David P. Rosen. **Waterbury:** Frederick H. Kleist. **West Hartford:** Bernard E. Schwartz.

DISTRICT OF COLUMBIA

Washington: Robert William Armbruster, Jr. George T. Blair, John W. Cromwell, Jr., Phillip Stuart Lewis, Joseph Mayer, Glenn W. Sitz, James S. Wilson.

FLORIDA

Bradenton: Stephen M. Sparkman III. **Eustis:** Robert N. White. **Gainesville:** Frank J. Miles. **Jacksonville:** Robert E. Ralston.

GEORGIA

Atlanta: Harry J. Baker, James David Kay, Jr. **Brunswick:** Edward R. Gray, Jr.

IDAHO

Boise: William C. Heazle.

ILLINOIS

Chicago: Alex G. Flax, Thomas Frederick Frey, Charles Norman Ginoli, David F. Jackisch, William Henry Lenz, Charles J. Vojta, Jr.

INDIANA

Fort Wayne: Richard Fred Reincke. **South Bend:** M. Mendel Piser, Carl F. Rohleder. **Terre Haute:** Wallace Earl Holler. **Whiting:** Irving H. Mann.

IOWA

Des Moines: Jack B. Calhoun.

KANSAS

Kansas City: Mervil O. Smith. **Wichita:** C. E. Witherspoon.

KENTUCKY

Lexington: C. B. Pipes.

LOUISIANA

Monroe: Everett G. Heller. **New Orleans:** Alfred G. Swanson. **Ruston:** Roy H. Willard. **Shreveport:** Roy S. Hurley, Samuel P. Peters, Jr.

MAINE

Portland: John W. Jackson.

MARYLAND

Baltimore: Budd M. Cobb, Frederick W. Koehler, W. H. McLean, Jr., Robert L. Nichols, Melvin B. Pelovitz, William E. Schaufele.

MASSACHUSETTS

Boston: Sidney Brunell, Paul Sheridan Cote. **Taunton:** William W. Smith.

MICHIGAN

Detroit: Paul P. Baker, Henry R. Baltzersen, Mitchell Bloom, W. Keith Engel, Donald Nels Olson. **Escanaba:** Andrew M. Skaug.

MINNESOTA

Minneapolis: Wm. S. Bossenmaier, Clayton T. Piercy, Oscar J. Schuelein. **St. Paul:** Elliott Karasov, Albert T. Kreimer, Joseph C. Seiberlich.

MISSISSIPPI

Jackson: J. W. Cocke. **West Point:** John T. Watkins.

MISSOURI

Independence: Floyd R. Brown, Jr. **St. Louis:** Edward V. Lowell.

MONTANA

Billings: E. J. Husemann.

NEBRASKA

Falls City: Ernest J. Prosser. **Omaha:** Truman Clare, Donald D. Lyons.

NEW JERSEY

Bayonne: Jay R. Doros. **Hoboken:** Harry R. Baker. **Jersey City:** Prentice Shenton. **Newark:** Martin A. Dinar, Leon Fink, Seymour Furst, Arthur H. Krieger, Meyer Weinberg. **Passaic:** Fred Richmond. **Paterson:** Milton A. Cohn, Martin L. Terkelsen. **Trenton:** Andrew L. Sattce.

NEW YORK

Elmsford: Robert H. Leopold. **New York:** James Thomas Casserly, David Drasner, Alan Haimo, Kurt F. Heumann, Isidor Kalver, Robert Vincent Kearns, Joseph D. Kenrick, Sebastian J. Krenn, Thomas J. Lenihan, Robert L. Lutz, Thomas J. McArdle, Jr., Reuben B. Sperber, Bernard R. Swenson, Gerard J. Wilker, R. Burroughs Wood. **Syracuse:** Julius J. Kruth.

NORTH CAROLINA

Winston-Salem: William Marcellus Jordan, Jr.

NORTH DAKOTA

Fargo: Richard W. Anderson.

OHIO

Cincinnati: Wayne S. Overmyer. **Cleveland:** Robert E. Fullmer, John G. Lamb, Carl F. Williams. **Dayton:** Harold C. Erskine. **Toledo:** Walter C. House, J. P. Williamson.

OKLAHOMA

Ponca City: Raymond Scott Brierly. **Tulsa:** Clyde B. Storms.

OREGON

Klamath Falls: Anthony Molatore, Jr.

PENNSYLVANIA

Allentown: Karl B. Gilbert. **Harrisburg:** Richard E. Kreider. **Philadelphia:** Rudolph Berk, Charles J. Earling, Jr., Harvey D. Groner, Preben K. Johnston, John Katz, William I. Moths, David Platt, Abraham I. Weiner, Jack R. Willits. **Pittsburgh:** John T. Morris. **Sharon:** James Culcasi. **York:** Nelson J. King.

TENNESSEE

Chattanooga: Ralph M. Killebrew. **Memphis:** Harry M. Yawdik, Gene R. Glotzbach. **Nashville:** Walter D. Dickson.

TEXAS

Amarillo: Rupert L. Dowell, Jr., Arthur Glover. **Austin:** George W. Hardin. **Dallas:** Arnold N. Ablon, Harold H. Bashford, James Howard Dunlap, Ralph W. Haas, P. L. Hunt. **Harlingen:** Albert White. **Houston:** Phil D. Milliger, J. S. Ebert, Glen Lutrell, Lester H. Mitchell. **Laredo:** J. Y. Dickinson. **Lubbock:** James O. Teague, Jr., Ben E. Williams, Jr., McAllen: A. L. Hart, Jr. **San Antonio:** Thomas L. Holton, J. T. Rush. **Temple:** Lloyd A. Thomas. **Tyler:** Jimmie R. Fielder.

UTAH

Salt Lake City: Eugene W. Myers.

WASHINGTON

Seattle: Robert L. Anderson. **Tacoma:** Fred L. Clearman.

WEST VIRGINIA

Charleston: Maurice J. Williams.

WISCONSIN

Eau Claire: Charles F. Kaiser. **Milwaukee:** Medford S. Mosher, Gordon E. Schroedel. **Tomahawk:** Wilho A. Salmi.

WYOMING

Casper: G. N. Wright.

PUERTO RICO

San Juan: Rafael Garcia Moreno, A. G. Munoz, Antonio Otero.

Illinois, West Virginia Societies Organize First Chapters

The first chapter in the 48-year history of Illinois Society has been approved by the board of directors. It is the Champaign-Urbana Chapter and will serve CPAs in the University cities. Hobart L.



Miss Canaday

Peer of Champaign is the first chairman of the chapter which has 23 charter members. Applications for chapters in other parts of the state are expected soon.

West Virginia Society organized its first chapter at a meeting attended by 18 Charleston CPAs and others from all parts of the state, in Charleston, September 8. Society President Norman Fitzhugh, Jr., of Charleston presided. AIA Executive Director John L. Carey was the principal speaker. J. R. Tuckwiller, Jr., was elected the first president of the new Charleston Chapter.

West Virginia also announces its first woman CPA—Miss Vivian Canaday, of Beckley, who passed the uniform examination in May.

Meetings on the Calendar

Pennsylvania's Harrisburg Chapter announces the tenth in a series of annual Accounting Seminars at Dickinson College, in Carlisle, October 26-27.

New Jersey Society, a co-sponsor, invites AIA members to the Second Annual Accounting Conference at Rutgers School of Business Administration, in Newark, November 8.

California Expands Study Program

A "continuing education" project, introduced by California Society in Los Angeles last spring, is being repeated in three cities this fall.

The initial course of six lectures on report writing was attended by 105 Society members. The new program includes classes in audit procedures, financial statements and report writ-

ing. They were arranged by the University of California Extension Division in Los Angeles, San Francisco and San Diego, with help from San Diego State College.

Historical Incident in Virginia

History was made in two senses at the annual meeting of Virginia Society of Public Accountants, at Roanoke, September 7. William P. Hilton, one of three surviving charter members, presented the Society with a *History of Accounting in Virginia*, which he had written with assistance from other members. The volume was received on behalf of the Society by Alfred N. Hilton, the author's son. Both Hiltons are past presidents of Virginia Society.

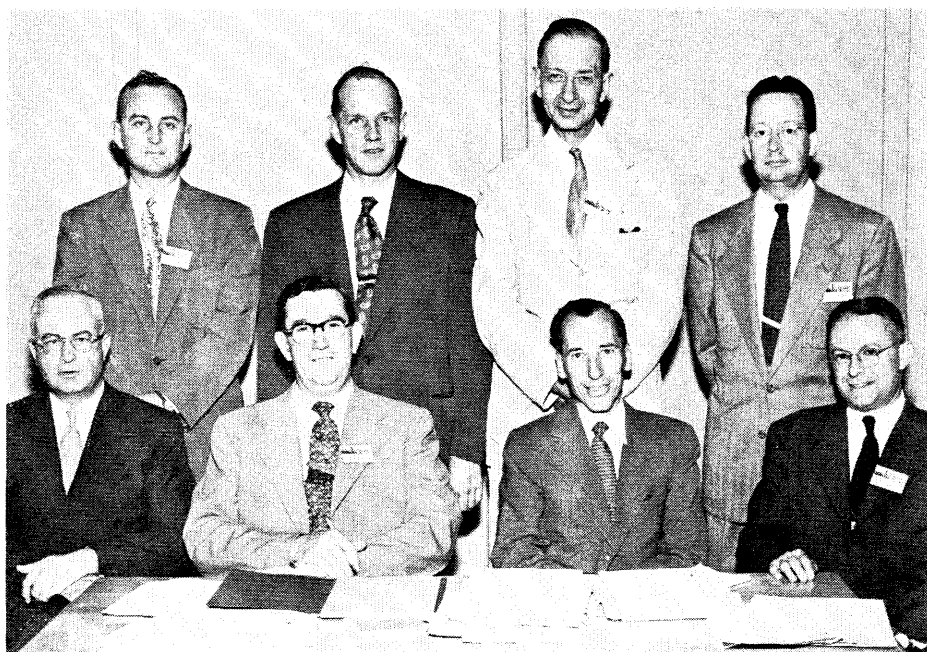
State Groups Urged For Lawyers—CPAs

State conferences of lawyers and CPAs were proposed by the National Conference in a resolution adopted at its meeting in New York, September 14. This resolution suggested that such conferences investigate complaints involving questions of practice against lawyers, CPAs and others, regardless of their membership in professional organizations.

The resolution recommended that complaints against members of either profession be investigated by a committee consisting of members of the same profession. If this committee cannot reach a satisfactory solution the complaint should be referred, in turn, to the state and national conference groups for further mediation.

Co-chairmen of the National Conference will send joint letters to state CPA societies and Bar associations suggesting the establishment of state conferences.

Practitioners, Teachers Discuss Personnel Problems



Personnel selection committees of American Institute and American Accounting Association hold joint meeting at latter's 1951 convention in Denver. Seated L to R: James W. Strudwick, AIA; Thomas M. Dickerson, AAA chairman; Raymond G. Ankers, AIA chairman; Arthur E. Traxler, AIA personnel consultant. Standing L to R: Norton M. Bedford, AAA; Robert L. Kane, Jr., AIA Educational Director; Lyle E. Campbell and Lawrence L. Vance of the AAA.

FIRM ANNOUNCEMENTS

Miss VIRGINIA DODGE and WILLIAM C. HEAZLE have formed the partnership of Dodge & Heazle, 602 First National Bank Building, Boise, Idaho.

A. Leroy Frye has opened an office at 15½ East Third Street, Mansfield, Ohio.

Gillespie and Larned have moved to 707 Haas Howell Building, Atlanta, Ga.

Hurdman and Cranstoun, 43 Broad Street, New York, N. Y., have admitted George Geisel and Frederick H. Kelley as partners.

John M. Gilchrist Co., 837 Omaha National Bank Building, Omaha, Neb., admitted John Gilchrist Loucks as a partner on its 50th anniversary.

Alexander Grant and Company has moved its New York office to 6 East 45th Street, New York 17. The firm has admitted the following partners: Chicago—Carroll E. Quinn; Los Angeles—William A. Wulf, Charles A. Dickinson and Forrest L. Eagle; New York—William J. O'Brien. The Los Angeles firm of Dickinson and Eagle has been merged with Alexander Grant & Company.

Clinton S. McCracken and Dell M. Malick have admitted Norvin B. Myers as a partner in the firm of McCracken and Malick, 405 Date Street, San Diego 1, Calif.

Roy L. Pope and Co., now located at 1035 Majestic Building, San Antonio 5, Tex., has admitted Joseph L. Gulley as a partner.

O. J. Selfridge and Company has opened an office at 212 East Waterman, Wichita, Kan.

Shepard and Curry, 309 Citizens Building, West Palm Beach, Fla., has admitted Lawrence D. Quentin as a partner. Mr. Quentin is in charge of the firm's new office in the Masonic Building, Quincy, Fla., operating under the name of Shepard and Curry and Quentin.

T. Dwight Williams and Co., Oklahoma City and Tulsa, has changed its name to Williams, Hurst & Groth.

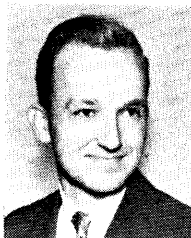
President Signs Bill Extending EPT Deadline

HR 4014, permitting a two-month extension for corporate and excess-profits tax returns due September 15, became law when signed by President Truman on September 14. This extension was urged by the Institute committee on federal taxation.

News of Members

Edward M. Hartman Named New Mexico State Comptroller

Edward M. Hartman of Clovis, immediate past president of New Mexico CPA Society, has been appointed State Comptroller by the Governor of New Mexico. He succeeds AIA member Richard E. Strahlem who recently resigned.



Mr. Hartman

J. H. Andrews of Champaign, Ill., is a member of a committee named by the Chamber of Commerce to investigate proposed changes in water rates. . . . Roy B. Chapin, Greenfield, Mass., chairman of the budget committee, Greenfield Chamber of Commerce. . . . Leonard P. Spacek, Chicago, general co-chairman, Heart Association 1952 fund campaign.

Bankers Hear Wellington

C. Oliver Wellington, New York City, addressed the second annual Investment Seminar sponsored by New York Bankers Association in cooperation with New York University. He discussed taxation as it affects commercial banks, with special emphasis on the excess-profits tax. Edward C. Scovil of Los Angeles, Calif., was a speaker at a recent program of the Systems and Procedures Association of America, in Long Beach.

Military Call Members

California: Philip A. Huey, Capt. Air Force.

Georgia: David F. Thompson, Capt. Army.

Indiana: William H. Walker, Lt. Col., Headquarters, Central District, Auditor General.

Pennsylvania: Bernard G. Dembert, Lt. (j.g.), Naval Reserve; Charles S. Fischer, Navy; Joshua A. Freedman, industrial cost accountant, Air Force; David L. Robbins, Major, Air Force.

Tennessee: Ben F. Brown, Jr., Air Force.

Texas: N. F. Abramowitz, 1st Lt.,

Air Force; Vernon L. Behner, 2nd Lt., Air Force; Robert E. Helms, Jr., 1st Lt., Army; Wayne Horn, 1st Lt., Air Force; Seymour Mann, Air Force.

Virginia: James B. Cox, Army.

Washington: Robert P. Burns, Capt., Army.

Wyoming: M. C. Mundell, Lt. Commander, Navy.

Hunter Joins Crucible Steel

Joel Hunter, Jr., of New York City has been named vice president in charge of finance, Crucible Steel Company of America . . . John W. Dixon, Cleveland, Ohio, executive vice president, The Cleveland Graphite Bronze Company . . . Eric A. Fredrikson, New York City, secretary-treasurer, Wallachs, Inc., metropolitan chain of men's clothing stores . . . Francis M. Hernan, Detroit, Mich., assistant controller in charge of accounting, Detroit office, Fruehauf Trailer Company.



Mr. Hunter

Recording Made For State Societies

A new method of communication has been introduced in the accounting profession. Chairman Osa F. Alexander of Texas Society's Dallas Chapter recently sent the Institute a tape recording in which he suggested that this device might be used more extensively.

In response to this suggestion, Executive Director John L. Carey recorded a 15-minute talk on the statement of principles for tax practice developed by the National Conference of Lawyers and CPAs. These remarks, suitable for any commercial recorder operating at seven and one-half inches a second, are available for state CPA societies and chapters.

H. S. Greenwood Dies at 87; Oldest N. J. Society Member

Herbert S. Greenwood, 87, oldest member of New Jersey CPA Society in age and length of membership, died at his home in Springfield, N. J., September 13. He was the senior partner in the New York CPA firm of Clarke, Oakes & Greenwood and continued in active practice until a month before his



Mr. Greenwood death.

Mr. Greenwood, a native of England, came to the United States in 1884. He had been a member of the Institute and predecessor organizations since 1905.

Paul R. Foote of Cincinnati, Ohio, president of The Standard Fruit Product Co. and an AIA member since 1945, died on his 41st birthday, August 28, following a three-week illness. He was a graduate of St. Xavier University's Evening Division. Mr. Foote was employed by the John Van Range Co. and the Cincinnati office of Ernst & Ernst before joining Standard Fruit as controller in 1938.

Leo Harris of Los Angeles, Calif., an independent practitioner since 1933, died July 28 at the age of 50. Mr. Harris, who was born in Rochester, N. Y., joined the Institute in 1948. Before establishing his own practice he had worked for industrial organizations in Los Angeles, Rochester and Chicago.

Frank S. Hibner, 63, of Bartlesville, Okla., an employee of Phillips Petroleum Company for 22 years and an AIA member since 1941, died in a New York hospital, July 31, after a three months' illness. He had been employed by the Kansas City office of Ernst & Ernst and by Continental Oil Co. With Phillips, he was in charge of marketing and later chief of the auditing staff.

Alexander F. Makay, 63, of New York City, partner in the CPA firm of Alexander F. Makay & Co., died September 24 following a heart attack. Since his graduation from New York University, Mr. Makay had been a leader in its athletic and alumni activities. In 1932 the University presented him a medallion for "meritorious service." Mr. Makay, a former Democratic State committeeman and treasurer of the New York Kiwanis Club, had been a member of the Institute and predecessor organizations since 1911.

H. Edwin Nowell, 67, co-founder and for 32 years a partner in the San Francisco CPA firm of Robinson, Nowell & Co. (formerly Robinson, Bours & Nowell) died August 18, on a vacation in Austria. Mr. Nowell, a native of England, came to the U. S. about 45 years ago as a clerk in the New York office of Barrow, Wade, Guthrie & Co. (now Peat, Marwick, Mitchell & Co.) He had been a member of the American Institute since 1920.

Peter H. Rustin of New York City, independent practitioner and former senior auditor with the Reconstruction Finance Corporation, died July 13 at the age of 46. He joined the Institute in 1940. Mr. Rustin who was born in Easthampton, Mass., was a graduate of Williston Academy there and the University of Pennsylvania. He was employed by CPA firms in New York City before becoming associated with the RFC in 1936.

Fall CPA Examination

Dates for the fall uniform CPA examination, prepared by the Institute and offered by state boards of accountancy, are November 7-9.

Committee Criticizes Canned Newsletters

Questions have been raised recently concerning the propriety of members of the Institute furnishing, to clients and others, newsletters prepared by others with their accounting firm name printed thereon.

While the distribution of such letters to clients presently served may not be a direct violation of any specific rule of professional ethics, the committee looks with disfavor upon the distribution of such material because it carries with it the misleading implication that the accountant, himself, had prepared the material.

Some members of the committee feel this is advertising the professional attainments of the accountant. When such material finds its way into the hands of clients of other accountants, as is frequently the case, there would seem to be basis for complaint.

Panel of Tax Experts



Speakers at Northern New England Accounting Study Conference, Dartmouth College, September 7. L to R: President George J. Covalt, Vt. CPA Society; Eileen Driscoll, Ethel Kingman, Dorothy Willard, all of Boston; Alice Peckham, Concord, N. H.; Dorothy Henckel, Worcester; Janet Pride, Boston.

Top Magazines Run Accounting Articles

Two major articles of interest to accountants appeared recently in national magazines.

The September 29th issue of *Business Week*, a McGraw-Hill publication read by more than 200,000 executives, contains an article explaining why the demand for accounting services is growing faster than CPAs can be trained.

The October issue of *Changing Times*, the Kiplinger magazine, carries an article on the value of the CPA's services to businessmen.

Both were prepared by staff writers of the magazines on the basis of information furnished by the Institute's public relations department.

The

CPA

The Certified Public Accountant
270 Madison Ave., New York 16, N. Y.

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Carey.

The CPA

November 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

Directory Publishers Revise CPA Listings

Members of the Association of North American Directory Publishers, at a recent meeting, approved a report by its standardization committee proposing revised classifications for accountants.

Three headings are provided: 1. Accountants—Certified Public; 2. Accountants—Public; 3. Accounting and Bookkeeping.

Formerly, most publishers of city directories classified practitioners under two captions: 1. Accountants; 2. Accountants—Certified Public. Anyone in public practice was entitled to a free listing under the first heading. Listing under the second heading usually required payment of a fee and special contractual arrangements. Publishers will now attempt to list all CPAs under their own heading without any obligation on their part.

Adoption of the new listings follows long and friendly negotiations between the publishers' association and the Institute. Revised classifications will be introduced by most publishers as of January 1, 1952.

New Annual Report Study Comes off the Press

The 1951 edition of *Accounting Trends and Techniques*, fifth annual survey of corporate reports by the Institute research staff, has just been published. It includes five-year comparative statistics for 525 corporations. Price \$10.

Local Tax Broadcasts Planned

An expanded program of income-tax broadcasts for use by state CPA societies and their chapters over local radio stations is being prepared by the Institute public relations department and PR counsel.

A series of transcriptions for one-minute spot broadcasts will be available, each driving home an important point to remember in filing personal income-tax returns.

In addition, there will be two 15-minute transcriptions comparable with those supplied a year ago.

These tax broadcasts are intended for use in the two months immediately preceding the March 15th deadline.

Further details about the transcriptions will be sent to state societies and chapters next month.

Last year these programs were broadcast by more than 300 stations.

This year, with higher tax rates, coverage should be even more extensive.

The records are only a part of the Institute's efforts to increase public recognition of the CPA as an expert on taxes and to develop good-will for the profession through assisting the average taxpayer with his return.

Other projects underway include:

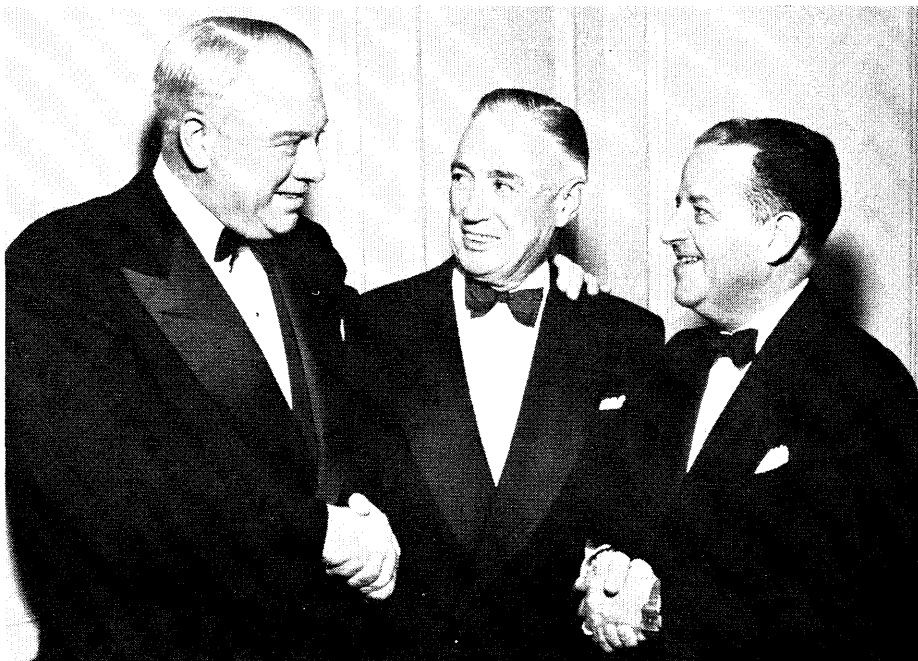
- A number of shows to be presented over a national radio network.

- Another tax-saving article for industrial house-organs. (Last year's article—with due credit to the American Institute—appeared in more than 135 such publications.)

- Articles in the nation's top farm magazines.

As a result of these efforts, literally millions of Americans can be expected to read and hear the AIA's message emphasizing the special qualifications of the CPA in tax matters.

National, State, Municipal Leaders Hail AIA President



J. William Hope is congratulated by Connecticut Supreme Court Justice Raymond E. Baldwin (L) and former Governor James C. Shannon at a testimonial dinner in Bridgeport, October 29. Other guests: Mayor McLavy; State Tax Commissioner William F. Connelly; U. S. Internal Revenue Collector John J. Fitzpatrick; NACA President Herman Papenfoth of Plainville, Conn.; Executive Dir. John Carey.

56 Experts to Write Handbook

Twenty-seven authors and twenty-nine consultants have agreed to help the Institute committee on *CPA Handbook* and the editor, Robert L. Kane, Jr., in drafting the text of that volume, according to committee chairman Maurice H. Stans of Chicago.

Chapter titles, with names of authors and consultants, are listed below:

<i>Chap. Title</i>	<i>Author</i>	<i>Consultant</i>
1 The Practice of Accounting	Maurice H. Stans	Melvin D. Moersh
2 Building and Keeping a Clientele	Robert E. Witschey	Earl P. Skau
3 Partnership Arrangements	Max Block	Percy Rappaport Chester De Mond
4 Professional Organizations and Literature	Arthur B. Foye	Prior Sinclair
5 Ethics of Public Accounting	John L. Carey	John Queenan
6 Legal Responsibilities and Rights	Saul Levy	R. G. Dennis
7 Office Organization	Louis H. Pilie	J. P. Goedert
8 Office Procedures for Correspondence and Reports	Stephen Chan	Cyril J. Hasson
9 Staff Selection and Training	Ira N. Frisbee	E. M. Stover
10 Staff Compensation and Utilization	A. Stanley Harmon	Harry Barnett
11 Procedure for Technical Review of Work	A. Frank Stewart	W. J. Forster
12 Fees for Services	T. Dwight Williams	Russell V. Puzey
13 Auditing Standards	Edward B. Wilcox	John Lindquist
14 Planning and Control of Audit Procedures	J. E. Hammond	George P. Ellis
15 Audit Working Papers	Maurice E. Peloubet	Colin MacLennan
16 Internal Control	Norman H. S. Vincent	E. Kenneth Ernest
17 Accounting Principles	Carman G. Blough	Malcolm Lamont
18 Financial Statement Presentation	Virgil S. Tilly	J. A. Rennie
19 Report Writing	I. B. McGladrey	M. C. Conick
20 Special Problems of Specific Businesses	Alvin R. Jennings	H. E. Nichols
21 Income Tax Practice	I. H. Kreckstein	L. W. Seidman
22 Accounting Systems	C. Oliver Wellington	Fred J. Duncombe
23 Cost Accounting	Harry E. Howell	Ralph H. Galpin
24 Special Investigations	Frank S. Glendening	Paul E. Hamman
25 Consulting and Advisory Service to Clients	Marquis G. Eaton	Lewis Lilly
26 Duties of the Junior	Robert K. Mautz	John F. Schmonsees Charles B. Hellerson
27 Duties of the Senior	John C. Martin	John Leighton

Request To Free CPA Salaries Denied

The Salary Stabilization Board has adopted a general policy of rejecting blanket occupational exemptions on the theory that responsibility for such relief should be assumed only by Congress. Therefore, it has refused to grant the request of the American Institute of Accountants for a regulation exempting from stabilization requirements compensation paid to certified public accountants employed by CPA firms engaged in professional practice.

The Institute's executive committee originally considered the possibility of seeking an exemption by amendment of the Defense Production Act. It decided upon an appeal to the Board because anticipated early adjournment of Congress made it unlikely that a bill could be enacted before the session ended. Possibilities of further action will be discussed by the committee at its next meeting.

Present law exempts from control salaries of lawyers employed by law firms and physicians employed by hospitals. The Institute contends that CPAs are entitled to comparable exemptions.

Geoghegan Heads Southern CPAs

Brooks Geoghegan of Macon, Ga., has been elected president of the Southern States Accountants Conference, replacing Colonel Henry F. Meyer of Savannah who died July 24. Fred G. Page of Nashville, Tenn., replaces Mr. Geoghegan as secretary-treasurer. Harold Balch of Little



Mr. Geoghegan

Rock, Ark., is vice president.

The 1952 session of the annual conference will be held in Savannah on June 8-11.

Other regional programs planned next spring include Mountain States Accounting Conference at Sun Valley, Idaho, June 4-7; and the Twenty-Eighth Annual Conference of CPAs of the Pacific Northwest in Spokane, Wash., June 14-16.

Staff Secretaries Meet in Atlantic City

Programs for state society committees, society income and budgets, methods of encouraging high school and college students to enter public accounting were discussed by secretaries of 12 state CPA societies in Atlantic City, October 11. Institute staff members took part in these discussions.

A new staff secretaries' organization elected the following officers: Wentworth F. Gantt, New York, president; Arthur M. Sargent, California, vice president; Miss Jeannette M. Cochrane, Illinois, secretary.

The next meeting of the secretaries will be held in Houston, Texas, immediately before the Institute's 1952 annual meeting.

Institute Committee Plans 1952 Meeting in Houston

The Institute committee on meetings met with Administrative Secretary H. T. Winton in Houston, Texas, on October 25, to discuss next year's annual meeting. Jay A. Phillips of Houston is committee chairman. The 1952 meeting is scheduled for Hotel Shamrock, in Houston, October 5-9. It is expected that a special train will be operated from New York and other major cities.

149 More Accounting Firms Join Group Insurance Plan

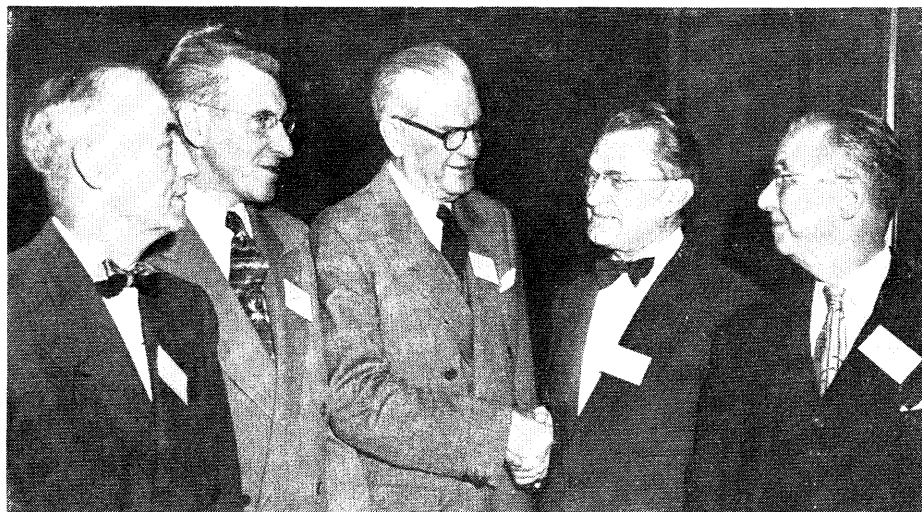
The number of firms participating in the Institute's group insurance plan increased by 149 in the enrollment period ended October 1, the insurance committee of the AIA Insurance Trust recently announced. Individuals insured increased by 658; volume of insurance by \$3,619,000. Details follow:

	July 1, 1951	Oct. 1, 1951
Firms participating . . .	1,232	1,381
Individuals insured . . .	8,031	8,689
Life insurance in force, \$41,606,500		\$45,225,500
(An equal volume of accidental death and dismemberment insurance is also in force.)		

Booklet Tops 30,000

About 30,000 copies of *Your CPA's Responsibility*, a new Institute pamphlet to help practitioners explain *Auditing Statement No. 23* to clients, had been distributed by November 1.

Retiring President of CPA Examiners Greets Successor



L to R: George O. Carlson, California, 2nd vice president, Association of CPA Examiners; D. P. Williams, Missouri, secretary-treasurer (re-elected); Russell C. Harrington, Rhode Island, retiring president; M. C. Conick, Pennsylvania, president; A. Frank Stewart, Virginia, 1st vice president.

12 CPA Meetings Addressed by Institute Officers and Staff

Officers elected at the recent annual meeting have already addressed several CPA organizations and talked informally with hundreds of state society and Institute members.

For President J. William Hope one of the first engagements was the Twelfth Annual Symposium on Taxation and Accounting conducted by North Carolina Association of CPAs, at Duke University and the University of North Carolina, October 18-20. He also spoke at New Jersey Society's American Institute Night (see page 6) and was the guest of honor at Connecticut Society's testimonial dinner, in Bridgeport (see page 1).

Vice President Arthur B. Foye addressed Massachusetts Society of CPAs, in Boston, October 22, and the Fourth Annual Louisiana Accounting Conference, at Louisiana Polytechnic Institute, October 25-26.

Vice President Donald M. Russell was a speaker at Michigan CPA Association's Twenty-Sixth Annual Accounting Conference at the University of Michigan, November 10.

Staff members, also, have recently filled a number of engagements.

Executive Director John L. Carey spoke at New Jersey Society's Ameri-

can Institute Night, attended the Hope testimonial dinner, and addressed Cleveland Chapter of Ohio Society on October 30.

Research Director Carman G. Blough's schedule included the North Carolina Symposium; a joint meeting of Delaware CPA Society and Delaware Bankers Association, in Wilmington, October 23; Accounting and Taxation Institute at the University of Georgia, co-sponsored by Georgia CPA Society, Georgia Bar and the University, October 25-27.

Institute PR Counsel Writes on Ethics Codes

Codes of ethics of four leading professions—CPAs, lawyers, doctors, architects—are compared by Stephen E. Fitzgerald, AIA public relations counsel, in *Public Relations Journal* for October.

The article explains how professional codes of ethics benefit practitioners. The code of every major profession, Mr. Fitzgerald concludes, is a practical mixture of social, political and economic thinking—not a cloudy collection of moral concepts to encourage decorum.

Women CPAs Elect Four AIA Members as Officers

When Edith Moore of Chattanooga, Tenn., retiring president of the American Woman's Society of CPAs, welcomed new officers at the Society's annual meeting, it was a 100 per cent AIA party because all are Institute members.

The officers are Jean Colavecchio, Providence, R. I., president; Helen McGillicuddy, Chicago, Ill., first vice president; Rosemary Hoban, Detroit, Mich., second vice president; Elinor Hill, Clifton, N. J., secretary.

Sinderson Leads in Flood Relief

Sam W. Sinderson, Kansas City, Kan., is chairman of a special committee on income-tax problems caused by the flood, appointed by the chairman of the Flood Relief and Rehabilitation Coordinating Committee of the Kansas City Metropolitan Area and Trade Territory.

The tax committee consists of three attorneys and five accountants, including the following AIA members: Arthur H. Bowen, Kansas City, Mo.; W. F. Hardesty, Topeka, Kan.; Homer J. Henning, Ottawa, Kan.

Infernal Auditors Honor Cobb

Herbert C. M. Cobb, assistant comptroller of Worthington Pump and Machinery Corporation, Harrison, N. J., was elected president of the Institute of Internal Auditors at its tenth annual meeting.



Mr. Cobb

Other elections and appointments:

Joseph M. Checkers, Chicago, Ill., trustee of Chicago Medical School . . . Louis Simonoff, New York City, member of three-man accounting mission to examine records of Jewish Agency in Israel . . . Ralph B. Mayo, Denver, Colo., co-chairman of Denver public budget committee.

McGinley Heads Charter Group

Lee McGinley of Marquette, Mich., was chairman of a commission elected



New officers of American Woman's Society of CPAs (L to R) Elinor Hill; Rosemary Hoban, Helen McGillicuddy, Jean Colavecchio; Edith Moore, retiring president.

by the voters to draft a revised city charter. This charter was submitted at a municipal election on October 9, following 14 weeks' deliberation by the committee, and adopted by more than a two-to-one majority. It had previously been approved by the Governor of Michigan.

Following adoption of the new charter Mr. McGinley prepared a comprehensive memorandum, describing salient points in the transition, for the guidance of city officials.

Jordan Named Kennedy Controller

Edward C. Jordan, past president of Wisconsin CPA Society, has been appointed controller of the Joseph P. Kennedy enterprises established by the former ambassador to Great Britain. He will supervise development and control of Kennedy investments and operations throughout the United States, with headquarters in New York City.

Other appointments: E. Houston Brown, Birmingham, Ala., secretary-treasurer of Meyer Hotels; Harry Cohen, New York City, executive vice-president, Henry Kelly Importing and

Distributing Co., Inc., liquor wholesalers and importers . . . A. Lee McArthur, Jr., Greensboro, N. C., vice president, Burlington Mills Corporation . . . Edward C. Weil, New York City, assistant vice president, Irving Trust Company, in charge of domestic credit department.

Five Named on Texas Faculty

Walter R. Flack of San Antonio, Tex., is president of Tower College of Business and Accountancy which recently acquired Southwest Business Institute. Eugene D. Burrows will supervise an accountancy training program with cooperation from a lecture panel including Roy L. Pope, past president of Texas CPA Society; Leon O. Lewis, former State Board member; T. N. Tucker, San Antonio Tax Commissioner; other CPAs and lawyers.

Sweeney Named to Defense Post

Henry W. Sweeney of New York City has been appointed a special assistant to the Assistant Secretary of Defense.

CPAs Are Invited To World Congress

Institute members are invited to the Sixth International Congress on Accounting in London, June 16-20, 1952. Nine accounting societies are cooperating as sponsors.

The Institute will be represented by three speakers: T. Coleman Andrews of Virginia, immediate past president; Edward B. Wilcox of Illinois, also a past president; and Thomas J. Green of New York, chairman of the committee on federal taxation.

Major topics on the agenda include fluctuating price levels in relation to accounts; accounting requirements for issues of capital; the accountant in industry; the accountant in practice and

Did You Vote?

Ballots on proposed by-law amendments, approved at the recent annual meeting, were sent out on October 25. They are valid only if received at the Institute office within 60 days after the mailing date.

Changes proposed — particularly the dues adjustment—are so vital to the interests of the profession that every member should express his opinion.

If you haven't returned your ballot, please send it today.

in public service; and tax problems.

Any AIA member who is considering attending the Congress is requested to notify the Institute now.

Staff Members Tour 7 Midwest States

Two staff members recently visited Institute members in ten Midwest cities on the first of a new series of field trips to be undertaken by staff executives this fall.

Assistant Public Relations Director John L. Lawler visited Duluth, Minn.; Appleton and Madison, Wis.; Grand Rapids, Lansing and Flint, Mich., during the week of October 22.

Educational Director Robert L. Kane, Jr., visited Peoria, Ill.; Lincoln, Neb.; Des Moines, Iowa; and Fargo, N. D., during the same week.

These tours are part of a program authorized by Council to improve communication among members, officers and staff.

Services and Publications for Members

Are you taking full advantage of the services and publications available to you as an Institute member?

A single copy of most of these AIA publications is available to members without charge; extra copies may be purchased.

Library. The Institute's collection of accounting literature includes more than 12,000 books and 30,000 pamphlets. Only members are permitted to withdraw material—in person or by mail.

Technical Information Service. Operated by the research staff, this service answers about 400 written questions a year on technical accounting, auditing and related problems, excluding taxes.

Accounting Research Bulletins. Technical pronouncements summarizing studies by the committee on accounting procedure. Extra copies: \$.15.

Codification of Statements on Auditing Procedure. A single pamphlet replacing the 24 Statements on Auditing Procedure issued by the committee on auditing procedure since 1939. Individual Statements are out of print. Extra copies: \$1.

Accounting Trends and Techniques in Published Corporate An-

nual Reports—1951 Edition. Fifth annual survey by the Institute research staff. \$10.

Case Studies in Auditing Procedure and Case Studies in Internal Control. Prepared by the committee on auditing procedure to illustrate application of auditing procedures. Extra copies: \$.50.

Annual meeting proceedings. Complete text of all technical papers presented at the 1951 annual meeting. In four volumes. One set will be supplied free to each member on request. Additional copies may be purchased by members or others.

1. Financial Information Needed to Do Business in Today's Mobilization Economy. 2. Tax Problems Being Met in Today's Mobilization Economy. \$1 each. 3. New Guides to the Auditor's Responsibility. \$.75. 4. Public Relations for the Accounting Profession and Legislative Control of the Accounting Profession. \$.50. All four pamphlets \$3.

Annual Reports. Complete text of committee reports presented at 1951 annual meeting.

Current Pamphlets:

Audits by Certified Public Accountants—Their Nature and Significance. A research staff pamphlet explaining functions of the independent CPA in conducting an

audit. Extra copies: \$.50.

Small Business Has Big Problems. A pamphlet outlining and illustrating problems which CPAs can help the small businessman to solve. Extra copies: \$.05.

Why CPA Standards Are Important to You. A question-and-answer leaflet about CPAs and their professional standards. Extra copies: \$.05.

A Career in Public Accounting. A public relations pamphlet for high-school students and college freshmen who have not chosen their vocation. No charge for single copies.

The CPA Examination: Gateway to a Profession. A pamphlet about the examination, for advanced accounting students and CPA candidates. No charge for single copies.

Your CPA's Responsibility. A pamphlet to help practitioners explain Auditing Statement No. 23 to clients. Extra copies: \$.05.

Accountants Make You Money. Reprint of an article in Changing Times, The Kiplinger Magazine. Explains in simple language, and by specific examples, how the public accountant can help the small businessman. Reprints: \$.03.

Cooperation for Professional Advancement. A pamphlet describing the aims of AIA and services rendered to its members. No charge.

Large Societies Help Small Practitioners

Activities of special benefit to individual practitioners and smaller firms have recently been introduced by three societies.

California created a committee on problems of small business, with two major objectives: to show small businessmen how to benefit from the CPA's services; and to show CPAs how to serve small businesses adequately.

Illinois Society's small practitioners' committee is conducting a series of forums on CPA legislation and enforcement, accountants' liability insurance, professional ethics with special emphasis on advertising and solicitation, and the natural business year.

New York State Society's new question-and-answer service, introduced primarily to help individual practitioners and smaller firms, answered 75 technical questions last month.

CPAs Audit Road Department

Thirty Florida CPAs, representing the state society, participated in a

recent audit of the State Road Department—first in 18 years. Many of their suggestions for modernizing fiscal procedure were adopted.

CPAs Advise on City Charter

Recommendations for financial and accounting provisions in a proposed Grand Rapids city charter have been submitted to the Charter Commission by the governmental accounting committee of Michigan Association's Western Chapter.

Fred K. Sherk of Grand Rapids is chairman of the CPAs' four-member committee which worked on the project at the request of the Charter Commission.

Dues Raised in Vermont

Members of Vermont Society will pay \$10 a year for dues instead of \$5, associates \$5 instead of \$2, following a recent amendment to the by-laws. Several other societies are now considering amendments to offset in-

creased operating costs, provide additional staff assistance, or supply new services for a growing membership.

Minnesota Adopts New Exam Rules

The examination in Economics and Finance previously required of all Minnesota CPA candidates has been discontinued by the state board, effective this fall. Candidates will take only the uniform examination prepared by the Institute. A fixed fee of \$25 for each examination session replaces a sliding scale of charges based on the number of subjects in which a candidate was examined.

New Jersey Is Host to Institute

New Jersey Society conducted its fourth annual American Institute Night, in Newark, October 23. AIA President J. William Hope spoke on "The CPA's Contribution to Community Progress." Executive Director John L. Carey also spoke. Several members of the Institute staff, deans of New Jersey schools of business and high-ranking accounting students were Society guests.

New Society, Chapter Presidents

Tallahassee (Fla.) Chapter: Bryan M. Willis . . . Hawaii: Pierson G. Dean, Honolulu . . . Northern (Ill.) Chapter: Frank J. Frech, Rockford, . . . Mont.: J. Rodney Renman, Great Falls . . . Ohio: Charles L. Schmidt, Cincinnati . . . Columbus Chapter: Horace W. Domigan . . . So. Dak.: Thomas J. Morgans, Sioux Falls . . .

Tenn.: Russell G. Ragsdale, Memphis . . . Appalachian Chapter: Roy F. Maness, Jr., Kingsport . . . Chattanooga: F. A. Lindsey . . . Knoxville: Albert M. Miller . . . Memphis: James L. Dallas . . . Nashville: Fred G. Page . . . Utah: Charles M. Griffin, Salt Lake City . . . Vt.: John G. Moody, Burlington . . . Va.: K. Clement Quinn, Roanoke . . . Seattle (Wash.) Chapter: Howard P. Johnson . . . Spokane: George P. McIntosh . . . Tacoma: Lee A. Benton.

CPAs Visit a Hollywood Dream Factory



L to R: Elliot Witt, CPA, Warner Bros. executive; Actress Trudy Marshall; AIA Research Director Carman Blough; Comedian Danny Thomas; Secretary Arthur Sargent, California CPA Society; Actress Pat Wymore; President Maurice Dahlem, Los Angeles Chapter of California Society. Photo was taken on the Warner Bros. lot after the Stanford University Study Conference addressed by Mr. Blough.

Goodman of Chicago Is 18,000th Member



The Institute's membership reached the 18,000 mark on October 15, with the election of Capt. Harold Goodman, U. S. Air Force.

Captain Goodman, a native Chicagoan and an Army Finance Officer in World War II, was recently recalled to active duty. He is Assistant Director of Finance in the Office of Deputy Chief Comptroller, Air Training Command, and currently stationed at Scott Air Force Base, Illinois.

Captain Goodman is a graduate of Northwestern University in the Class of 1940. He is a certified public accountant of Illinois and a member of the Illinois Society. Before establishing his own practice in Chicago four years ago, he was associated with two nationally known public accounting firms.

Committee Suggests Changes In Public Utility Accounts

Changes in a proposed revision of the uniform system of accounts for electric utilities, involving matters of accounting principle, have been suggested to the National Association of Railroad and Utilities Commissioners by a subcommittee of the AIA committee on accounting procedure. The subcommittee was appointed following an invitation to review the tentative draft.

Applicants Recommended for Admission

The committee on admission recommends admission of 186 applicants for membership in the Institute, 37 who have been accorded credit for having passed examinations acceptable to the committee, and 139 who have passed the uniform examination for the CPA certificate.

The applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before December 15, 1951.

ALABAMA

Dothan: J. Ray Allen.
Florence: John H. Schlosser, Jr.

ARKANSAS

Fort Smith: Virgil Bracken. **Little Rock:** Walter E. Dobbs, George L. Rector, III, Calvin C. Varnell.
North Little Rock: Janies G. Mathis.

CALIFORNIA

Alhambra: (Mrs.) Lillian Worthing Stanley.
Carmel: John J. Ruster. El Centro: R. Rockwell French. Fresno: Glenn R. Maxwell, Harry H. Shenson. **Los Angeles:** Nogah Bethlahmy, G. V. Emanuel, William J. Mayhugh, Donald A. Sandison, David Sheinart. **Newark:** Henry J. Miller.
Oakland: Chester Noland Sanders. **Palo Alto:** David L. Rasmussen. **San Diego:** Albert Francis Fibiger, Jr., Charles L. Lavery, J. Wm. Warren.
San Francisco: Asa A. Edwards, Wesley W. Foraker, James J. Petrinovich, Reuben Ernest Price, Gerald A. Smith.

COLORADO

Denver: Louis P. Tanner. **Pueblo:** Davidson Hill.

CONNECTICUT

Hartford: V. Stanley Ayers. **South Norwalk:** Melvin Langer.

DISTRICT OF COLUMBIA

Washington: W. H. Harrison, Jr.

FLORIDA

Hollywood: Elwin L. Schott. Miami: Emanuel Kestenbaum. Tallahassee: Earl Graff Carr.

GEORGIA

Atlanta: W. Ashley Verlander. **Macon:** Mortimer Frank Meadors.

ILLINOIS

Chicago: Kenneth Camden, Lloyd T. Clemetsen, Melvin H. Daskal, S. Richard Wynn, Jerome Harris, Harry A. Olsen, Robert D. Thorne. **Morton Grove:** R. A. Marquardt.

INDIANA

Bloomington: John K. Summerville. Fort Wayne: Raymond H. Burton. Indianapolis: Parnell Baker, Harold L. Irick, Carl W. Peterson, Mishawaka: Donald G. Cline.

IOWA

Des Moines: Benjamin F. Osborn.

KENTUCKY

Bowling Green: David L. Sneed. Louisville: Kenneth S. Kane.

LOUISIANA

New Orleans: Gerald Piltz.

MAINE

Presque Isle: Lawrence Eldon Stevenson.

MARYLAND

Baltimore: Sidney Davidson, Gordon M. Knapp, H. G. Lingenfelder, Wm. G. Woods, Jr.

MASSACHUSETTS

Boston: Richard H. Heaton, Seymour M. Levinson, John F. McGuirk, Nicholas Phillips, William Wright. Brockton: John Joseph Lally.

MICHIGAN

Detroit: George Crandall, Walter E. Greene, Lawrence H. Homan, William J. Laws, Howard J. Sample, Guy M. Wilson, John Yackso. Marquette: J. Gaylord Andrews.

MINNESOTA

St. Paul: Stanley P. Van Vorst.

MISSISSIPPI

Meridian: Edward H. Crampton.

MISSOURI

Kansas City: Wallace K. Gautreaux, Paul G. Woolpert.

NEBRASKA

Omaha: Victor J. Mason, Henry B. Tippie.

NEW JERSEY

Fort Lee: Robert J. Heyliger. **Harrison:** Alexander Kliger. **Jersey City:** Lawrence Landau. **Newark:** Edwin M. Herbst, Frank C. Holle. **Paterson:** Allen Mikola.

NEW YORK

Long Island City: Jacob Fink. New York: Norman E. Auerbach, I. Harold Brookstone, Solomon H. Budner, Salvatore F. Canino, Julius J. Cohen, Charles Barromeo Daly, John J. Duane, Cornelius D. Enzel, William J. Fischman, Howard S. Garlick, Irwin Giblen, Arthur D. Gordon, William V. Kay, Geoffrey M. Kilpatrick, William Kimeldorf, Louis Augustine Mackenzie, Eli Mason, David Rome, Benjamin Sack, N. Harry Sack, George Schwartz, Bernard J. Sharpe, Jules Teret, Donald Bartlett Tuson, Nathan Willner. Rochester: Stanford N. Phelps.

NORTH CAROLINA

Asheboro: Donald R. Cox, Asheville: Edward Graham McGoogan.

OHIO

Cincinnati: Paul M. Engelhart. **Cleveland:** O. Ashley, William R. Nichols, Arthur P. O'Connor. **Columbus:** Norman Mathless. **Dayton:** Arnold G. Bueter. **Kent:** William A. Atchison. **Toledo:** Arthur W. Weber.

OKLAHOMA

Bartlesville: Harry B. Stead, Jr. Oklahoma City: Floyd F. McNair.

PENNSYLVANIA

Allentown: Robert R. Fortune, Philip Thomas Varricchio. Philadelphia: Sidney D. Goldner, Edward Gottfried, Irving D. Gussman, Thomas E. Heney, Jr., Wayne Robert Jones, Howard Richard Miller, Bernard L. McDevitt, Thomas J. Payne, Albert Podolsky, Philip P. Remer, Donald P. Voorhees. **Pittsburgh:** Merle E. Gilliland, John Gerald Henderson, Charles Lawrence Heron, Harold R. Lammie, Calvin L. Levinson, Morton I. Myers, James T. Schneider. **Reading:** William W. Knauer.

SOUTH CAROLINA

Lancaster: C. K. Connelly, Jr. **Seneca:** John Robert Brown.

TENNESSEE

Bristol: Shelton B. Hillman, Knoxville: John Alton Cordell. **Nashville:** E. Theodore Wilson.

TEXAS

Dallas: James E. Brandon, Edwin B. Breeding, Clinton John Chrisman, J. Boyd Queen, A. Carroll Utterback, Horace H. Woodruff. Fort Worth: Roy A. Bateman, Volney C. Castles. Houston: Henry J. Hogan, Jr., J. Rogers Rainey, Jr.

UTAH

Logan: Blaine W. Hancey. Ogden: Doren B. Boyce, J. Dale Parkinson. Provo: Robert W. Knudsen. Salt Lake City: Emery Miles Carter, Bruce R. Davis.

VIRGINIA

Hampton: John F. Corcoran. **Norfolk:** Clifford Ellwood Craver, J. C. Green. **Richmond:** Charles J. Gambill, Jr., Ernest K. Rudisill.

WASHINGTON

Aberdeen: Robert L. Aiken. Seattle: Philip R. Bogue, T. H. Cliff Harding, Ralph F. Sites, J. W. Van Horn, Jr. **Tacoma:** Allan J. Forrest, Ted L. Kerzie. **Vancouver:** J. P. Mickelwait.

WISCONSIN

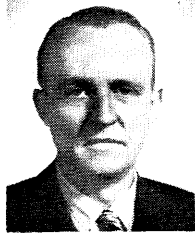
LaCrosse: David D. Baptie. **Kenosha:** Herman C. Gundlach. **Milwaukee:** Wilbur Erwin Holtz, Edward C. Seideman. Sturgeon Bay: Walter H. Keyes.

Harrow on Council

The name of Benjamin Harrow of New York was inadvertently omitted from the list of new Council members published in *The CPA* last month. Mr. Harrow was elected for a two-year term at the annual meeting.

Eric Van Killed in Air Crash; J. V. Toner of Edison Firm Dies

Eric P. Van of Portland (1933 member), past president of the Oregon CPA Society and resident manager of Peat, Marwick, Mitchell & Co.'s Portland office since 1934, died in an airplane crash at Oakland, Calif., August 24. He was born in Portland 46 years ago.



Mr. Van

Mr. Van was employed by Peat, Marwick's Seattle office immediately after his graduation from the University of Washington, in 1926, and became a partner five years later.

The Eric P. Van Memorial Fund, established through contributions to the Oregon Society, will be used for the education of new members of the accounting profession.

James V. Toner of Boston, Mass., president of Boston Edison Company since 1941 and an AIA member since 1934, died on October 19 at the age of 63. He joined Boston Edison—New England's largest electric operating company—in April, 1937, as auditor. In May, 1937, he became assistant treasurer; in June, treasurer; in September, Mr. Toner vice president; and in October, 1938, executive vice president.



Mr. Toner was a graduate of Holy Cross College and Boston University. He taught business subjects at the latter institution for about 15 years and, in 1927, established the School of Business Administration at the University of Puerto Rico.

He practiced public accounting for a number of years and was the author or co-author of several books on accounting and finance.

Corporations of which Mr. Toner was a director or trustee include the First National Bank of Boston, American Enka Corporation, American Optical Company, John Hancock Mutual Life Insurance Company and the New York, New Haven & Hartford Railroad.

Daniel W. Rissinger of York, Pa., (1944 member), died October 18 at the age of 44. He had been a partner in the certified public accounting firm of Kochenour, Rissinger and Morris, and a predecessor firm, for more than 20 years. Mr. Rissinger was a native of Scranton and a graduate of National School of Commerce in Washington, D. C. From 1926 to 1929, he was an internal revenue agent at Philadelphia.

Fidelias A. Starner of Cleveland, Ohio, partner in Ernst & Ernst for five years and an AIA member since 1949, died on October 17 of a heart attack. He had been associated with the Cleveland office of Ernst & Ernst for 33 years. Mr. Starner was born in Ohio, 59 years ago, and had lived in Cleveland since 1909. He was a member of Ohio CPA Society and the Cleveland Chamber of Commerce.

New Bank Audit Booklet

To help small bankers prevent defalcations a booklet entitled *Audit Aid for Small and Medium Sized Banks* has just been published by The Surety Association of America, 60 John Street, New York 38, N. Y., in cooperation with the National Association of Bank Auditors and Comp-trollers.

FIRM ANNOUNCEMENTS

Barnes, Askew, Mills & Company of Atlanta and Savannah, Ga., has admitted Thomas M. Weber, Atlanta, as a partner.

Griffith and Company, 1400 South Penn Square, Philadelphia; and 630 Fifth Avenue, New York City, has admitted to partnership R. Gerard Palmer, resident manager in New York.

Horace J. Landry, formerly on active duty as a Lt. Commander in the U.S. Naval Reserve, has resumed his public accounting practice at 401 City Bank Building, Syracuse 2, N. Y.

Robert P. Jones and Robert McDavid have merged their Los Angeles practices into the new firm of Jones, McDavid & Co., 728 Occidental Life Building, 1151 South Broadway. They also announced acquisition of the Los Angeles practice of Dalton & Graupner and the admission of Henry P. Caves to partnership.

Kenneth S. Mandell, Jr., will continue the public accounting practice in which he had been associated with his father, the late Kenneth S. Mandell, Sr., under the name of Mandell & Company, Union National Bank Building, Houston, Texas.

Joel Massie and Paul Fudenberg have formed the partnership of Massie, Miller and Fudenberg, successors to Massie, Miller and Fudenberg, at 915 Olive Street, St. Louis 1, Mo.

Morris B. Older and Stanley M. Silver have formed the partnership of Older and Silver, 1205-6 Munsey Building, Baltimore 2, Md.

Everett J. Penny and Frank E. Hart have formed the partnership of Everett J. Penny & Co. at 31 Mamaroneck Avenue, White Plains, N. Y., to continue the former practice of Penny and Howorth.

A. E. Sanford, E. S. Mize and G. H. Williams have formed the partnership of Sanford, Mize & Williams in Jackson, Miss.

The

CPA

The Certified Public Accountant
270 Madison Ave., New York 16, N. Y.

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INSTITUTE OFFICERS

PRESIDENT: J. William Hope

VICE PRESIDENTS: Marquis G. Eaton, Arthur B. Foye, George E. Perrin, Donald M. Russell. TREASURER: Harold R. Caffyn. EXECUTIVE DIRECTOR: John L. Carey.

The CPA

Merry Christmas and Happy New Year
December 1951

MEMBERSHIP BULLETIN OF THE AMERICAN INSTITUTE OF ACCOUNTANTS

Staff Members Visit 23 Cities

Certified public accountants in 23 cities met members of the Institute staff in December.

Executive Director John L. Carey visited the following Texas cities: El Paso, Amarillo, Wichita Falls, Fort Worth, Dallas, Waco, San Antonio, Corpus Christi, Harlingen, Houston, Beaumont. He also attended a chapter meeting in Shreveport, La.

Administrative Secretary H. T. Winton traveled to Greenville and Columbia, S. C.; Atlanta, Augusta, Macon and Columbus, Ga.

William S. Papworth, Managing Editor of *The Journal of Accountancy*, visited Greenwood, Jackson and Meridian, Miss.; Mobile and Montgomery, Ala.

Treasury Card Must Be Renewed

All outstanding enrollments to practice before the Treasury will be canceled as of March 31, 1952, and those now enrolled who want new cards must file Form 23A by June 30.

The American Institute will send copies of the renewal form to all members as soon as they are available, probably about January 1. The Treasury Department will not notify card holders individually. The new cards will be issued for five years only, but will be renewable.

Cancellation of the old cards and the requirement of re-application for the new ones are the result of charges made by a subcommittee of the House Ways and Means Committee, headed by Representative Cecil R. King, that the Treasury has failed to remove from the rolls practitioners who have been disbarred or otherwise disqualified. It is also pointed out that the rolls have not been completely revised for 15 years, and probably contain the names of many individuals who have died or ceased to practice.

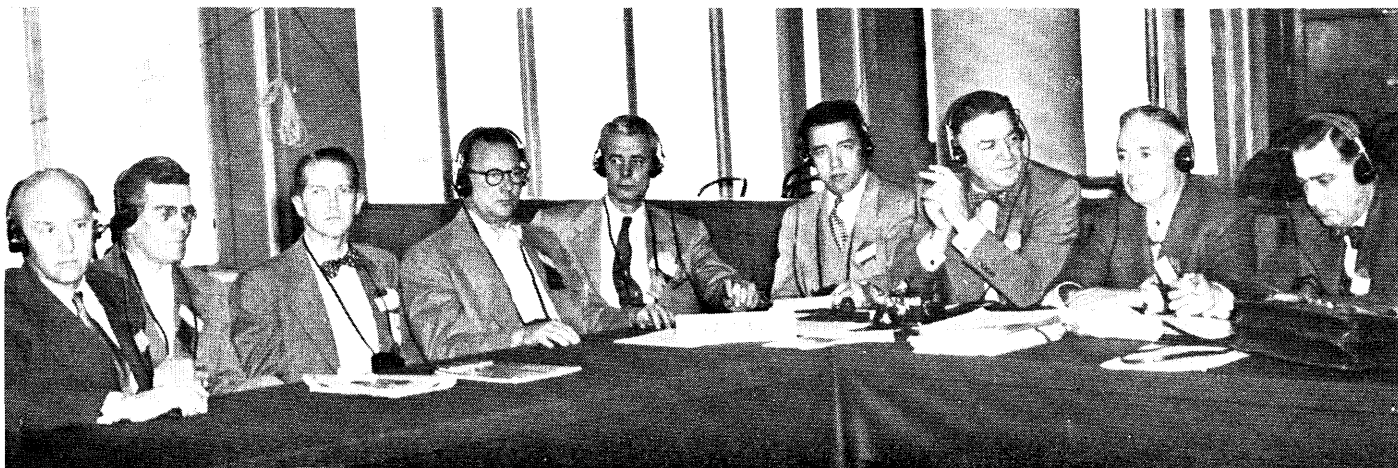
An applicant for renewal must

state whether he has been convicted of any crime other than a minor traffic violation since the date of his enrollment, whether he has been cited to appear before any professional disciplinary body, and whether he has made an income-tax return for each year since his enrollment, with the reason for not filing if he has not.

There is no change in qualifications for enrollment, and anyone who has an application pending will receive a new card if the application is approved.

William H. Danne, chairman of the subcommittee on tax administration of the Institute's committee on federal taxation, and Public Relations Director Charles E. Noyes conferred last month with Adrian DeWind, counsel to the King subcommittee, and they have offered the cooperation of the Institute both to the committee and to Treasury officials. The Treasury's Committee on Practice is also asking state boards of accountancy and state CPA societies to cooperate in an effort to make sure that anyone who becomes ineligible to retain enrollment is removed from the list.

Institute Leaders Represent United States at Inter-American Accounting Conference



United States Delegation at Second Inter-American Conference on Accounting in Mexico City. L to R: Maurice E. Peloubet, N. Y.; Theodore S. Mauldin, Ga.; Percy W. Pogson, Jr., Texas; Marquis G. Eaton, Texas; AIA Executive

Director John L. Carey; Louis M. Kessler, III.; T. Coleman Andrews, Va., chairman of delegation; J. William Hope, Conn.; Burnell H. De Vos, D. C. See story on page 4 for further details about this important accounting program.

Madison Chapter Audits \$417,000 Charity Drive

Several state societies, their chapters and individual members have recently contributed time and talent in auditing local Community Chest programs.

One example of organized cooperation is reported from Madison, Wis., where the CPA chapter assumed full responsibility for processing all pledges and cash collected in a successful \$417,000 campaign for the United Givers Fund, October 22-November 9. Proceeds of this "Red Feather" project are shared by 22 local, state and national charities.

The Madison Chapter committee, other chapter members and their staffs worked at campaign headquarters every evening for three weeks. Chapter Chairman Lyle J. Carpenter estimates that professional services donated as a public service might be valued commercially at \$4,000.

Illinois Is Host to Businessmen

Chicago business executives were recently invited to a series of three luncheons sponsored by Illinois CPA

Society with the cooperation of the State Chamber of Commerce, Illinois Bankers Association and other business organizations. Speakers discussed estate planning, renegotiation, the 1951 federal tax law. Attendance averaged more than 350.

North Carolina Association's Charlotte Area Chapter invited local businessmen to a dinner program at which sources of additional funds for a small business were discussed.

CPAs Help on Government Audits

More state societies and their chapters are assisting state and municipal officials with accounting problems.

Six New Jersey Society members have been appointed by the State Commissioner of Education to a committee which is formulating standards of audit procedure and report forms for school districts. Recent legislation requires annual reports of all school districts in the state by CPAs or registered municipal accountants.

California Society's San Francisco

Chapter has named a committee to cooperate with the Municipal Government Survey Advisory Committee of the City and County in its investigation of accounting methods and procedures.

Society Starts Education Fund

A trust fund to promote accountancy education in Connecticut was recently established by the State CPA society after two conditions specified by the membership had been fulfilled:

(1) a majority of the members contributed; (2) the fund totaled more than \$10,000. Voluntary subscriptions, in any amount, may be paid in eight quarterly installments.

Lawyers, CPAs Share Hospitality

Shreveport lawyers were guests of Louisiana Society's local chapter at an October meeting where court accounting and other topics of mutual interest were discussed.

The Tax Section of Hennepin County Bar Association invited Minnesota Society members to a tax program in Minneapolis, November 15. Ten days later the CPAs reciprocated as hosts.

Wisconsin CPAs Check Red Feather Campaign



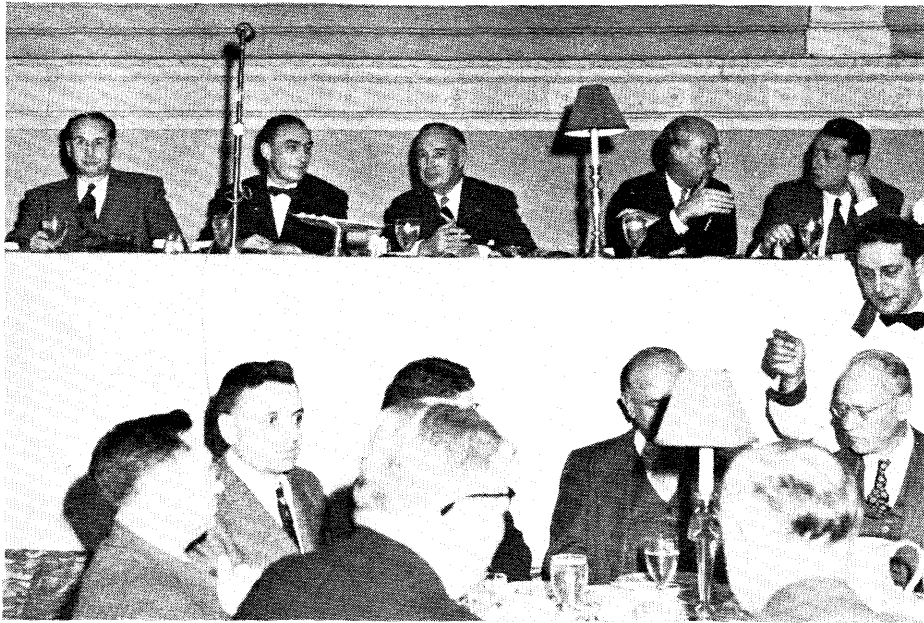
Madison Chapter volunteers. L to R: Committee members Edwin A. Schoeneberg and John E. Goetz, Claude S. Holloway, Committee Chairman Edward J. Thornton, Milfred J. Cass, Chapter Chairman Lyle J. Carpenter, Committeeman John B. White, S. Edward Horkan.

New Society, Chapter Presidents

Ark.: Walter B. Cole, Fayetteville . . . Colo., Greeley Chapter: W. H. Huneke . . . Fla., Central Chapter: Clarence A. Peterson, Orlando . . . Jacksonville: Ely J. Sack . . . West Coast: Robert E. Valdes, Tampa . . . Iowa: R. A. Wester, Marshalltown . . . Kan.: Harry Faris, Hutchison . . . N. C., Asheville Area Society: Albert H. Blake . . . N. D.: Gerald Conoboy, Fargo . . .

Ore., Eugene Chapter: Myron F. Pinkstaff . . . S. C.: Thomas A. Waites, Jr., Columbia . . . Texas, Beaumont Chapter: O. H. Maschek . . . Fort Worth: Winfield J. Wagner . . . Rio Grande Valley: Rea Allen, McAllen . . . Wash., Central Chapter: Richard Whiting, Yakima . . . W. Va.: Arthur L. Baumgarner, Huntington . . . Wyo.: Walter E. Daniels, Laramie . . . Casper Chapter: Gordon J. Raab.

Institute President Greet New CPAs in New York State



At New York State Society Candidates' Dinner, December 3. L to R on dais: Dr. Carroll V. Newsom, Associate Commissioner of Education in New York; Maurice Austin, state society president; AIA President J. William Hope; Harold R. Caffyn, society vice president; Chairman Joseph I. Lubin, State Board of CPA Examiners.

Institute Prepares Broadcasts, Articles To Assist the Average Taxpayer

The annual tax-season promotion of the CPA's services by the Institute is in progress.

This campaign includes 15-minute radio transcriptions for use by state societies and their chapters on local stations, a series of one-minute "spot" transcriptions and a suggested article for company publications.

Two 15-minute shows are now being mailed to state society and chapter public relations chairmen. Prepared by the Institute's public relations staff and PR counsel, they are presented in comedy-drama form but emphasize basic facts which the Internal Revenue Bureau wants the taxpayer to remember.

Each show contains a brief introduction explaining that it is presented as a public service by the broadcasting station and the certified public accountants of the state. Each also includes a brief message from Internal Revenue Commissioner John B. Dunlap.

In response to requests, the Insti-

tute has also prepared a series of eight one-minute "spot" announcements for use by state societies.

Scripts for all the broadcasts were checked for technical accuracy by members of the Institute committee on federal taxation.

The article containing income-tax suggestions for the wage earner has been sent to several hundred employee and stockholder publications.

More CPAs to Hear Institute Tape Recordings

Fifteen state CPA societies and chapters have ordered tape recordings of an informal fifteen-minute talk by Executive Director John L. Carey on the statement of principles in tax practice developed by the National Conference of Lawyers and CPAs.

The recording, available from the Institute without charge, can be played on most commercial recorders. Such equipment can be rented from radio shops at nominal cost.

Accounting News Makes the Headlines

Office Management and Equipment for November carried an illustrated article describing the Institute's personnel testing program.

Another article prepared by the public relations department, "Records Can Save You Money!", appeared in the November issue of *National Bottlers Gazette*.

Up to December 1, orders had been received at the Institute office for 59,076 reprints of the article "Accountants Make You Money" from the October issue of the Kiplinger magazine, *Changing Times*.

Circulation of *Your CPA's Responsibility*, a pamphlet to help practitioners explain Statement No. 23 to clients, is 63,022. Kentucky CPA Society's public relations committee arranged with the regional office of Dun & Bradstreet for distribution of 14,000 copies of this booklet to businessmen.

A front-page story on tax practice by staff writer Lindley H. Clark, Jr., based in part on the author's conversations with members of the Institute staff at the 1951 annual meeting, was published in the November 15 issue of *The Wall Street Journal*, New York daily financial newspaper.

The same feature appeared in Chicago, Dallas and San Francisco editions of the newspaper.

State Officers Briefed On Pension Fund Bills

Copies of the resolution approving principles of the Keogh and Reed bills (HR 4371 and HR 4373), adopted by the American Institute at its 1951 annual meeting, have been sent to presidents of state CPA societies and chapters.

This pending legislation would provide greater financial security for professional persons by permitting postponement of federal income taxes on part of earned net income, if paid into a restricted retirement fund.

Both bills have been referred to the House Ways and Means Committee. Energetic efforts for their enactment are expected soon after Congress reconvenes in January.

20 Nations Represented at Inter-American Parley

More than 1,000 persons attended the Second Inter-American Conference on Accounting in Mexico City, November 12-14. Of the 1,174 registrants, 961 were from Mexico.

The following countries were also represented: Bolivia, Brazil, Canada, Chile, Colombia, Costa Rica, Cuba, Dominican Republic, Guatemala, Honduras, Nicaragua, Panama, Paraguay, Peru, Puerto Rico, United States, Uruguay, San Salvador, Venezuela.

The United States delegation of 60 exceeded any other national group.

Twenty conferees from Puerto Rico, where the first Inter-American Conference was held two years ago, were recognized as a separate delegation although Puerto Rico is a Territory of the United States.

Opening Program Is Impressive

After several days of committee meetings, registration and receptions for official delegates and other conferees, the Conference opened at the Palace of the Fine Arts, November 12.

Seated on the dais at the opening session were President Miguel Aleman of the Republic of Mexico, other Government officials, Chairman Roberto Casas Alatrisme of the Conference executive committee and official delegates from the various participating countries. The audience consisted of more than a thousand persons, seated under banners designating their respective nations.

The address of welcome written by Luis Montes de Oca, first president of the Mexican Institute (Instituto de Contadores Publicos de Mexico), was read in his absence by Luis G. Pastor, now president of the Mexican Institute. Responses were presented in Portuguese, English and Spanish, respectively, by Pablo Lira Taravares of Brazil, President J. William Hope of the American Institute and Ricardo Insua Rico of Cuba.

At the first technical session, in the Social Security Building auditorium on November 12, Juan A. Gil of Puerto Rico presided. Among the speakers was Executive Director John



Hemisphere accounting leaders at opening session. L to R: M. E. LÓpez Aneiro, Venezuela; Ricardo Insua Rico, Cuba; Carlos Escalante Contreras, El Salvador; T. Coleman Andrews, United States; Roberto Casas Alatrisme, Mexico; Ovidio Paulo de Meneses Gil, Brazil; Juan A. Gil, Puerto Rico; Miguel Angel Castillo Lanuza, Guatemala; Ramon Cardenas C., Mexico; Mario J. Royo, Costa Rica.

L. Carey of the American Institute who delivered a paper on professional ethics. At a later session, Louis M. Kessler of the United States read a summary of the forthcoming *CPA Handbook* which he had prepared in Spanish.

The technical program included four sessions at which papers were presented by leading accountants from 11 countries.

The official delegates, representing participating countries, also held their first session on November 12. Earphones permitted simultaneous translation of the proceedings into English and Spanish.

Committee Drafts Code of Ethics

Executive Director Carey was named to a committee on professional ethics consisting of nine members from as many countries. This committee devoted an entire day to drafting a code of ethics for the Americas. Its report was approved by the Conference delegates.

Other committees reported on various subjects including accounting terminology (with special emphasis on reconciliation of Spanish terms used in Latin American countries); formation of a permanent secretariat for the Conference; effect of currency devaluation on accounting; establishment of an Inter-American Academy of Accountancy for research and scien-

tific study; greater use of accountants in employee-employer relationships; cooperation between the accountant and fiscal agencies; regulation of public accountants.

Chairman Alatrisme Is Honored

At the final session of the delegates, Roberto Casas Alatrisme of Mexico, chairman of the Conference executive committee, was designated "Accountant Emeritus of the Americas" on motion of the Brazilian delegation and "Honorary Chairman of the Inter-American Conferences" on motion of United States representatives.

Delegates praised the hospitality of Mexican accountants and the energy of Secretary Ramon Cardenas of the executive committee whose skill in arranging Conference details and assistance to visitors was a major contribution to the success of the program.

Summarizing the significance of the Conference, Chairman T. Coleman Andrews of the United States delegation described it as a stepping stone toward the goal of international good will and understanding contemplated by Tennyson when he wrote in *Locksley Hall*:

"Till the war drum throbbed no longer and the battle flags were furled

In the Parliament of Man, the Federation of the world."

Most of the conferees visited the

n Accounting

61% of CPAs in State Societies

University of Mexico, which is celebrating its 400th anniversary this year, Chapultepec Castle where the Emperor Maximilian lived, the Cathedral and various Government buildings. Many also saw the Shrine of Guadalupe and made excursions to Taxco and Acapulco.

Entertainment features included bull fights and Jai Lai games for which Mexico is famous. A dinner and dance at the Mexico City Country Club, following the Conference on the evening of November 14, was attended by more than 1,400.

Other activities accompanying the Conference included an exhibition of accounting machinery and publications; an exhibit of historical documents relating to the development of accounting in Latin America; and a display of corporate annual reports receiving awards in annual competitions sponsored in the United States by the magazine, *Financial World*.

United States conferees discovered that accountants from other Western Hemisphere nations are eager to learn about technical and professional developments in this country. They found that our professional literature is translated and widely used. They predict a substantial increase in the number of practitioners and rapid progress in accountancy in Latin America.

Delegates voted unanimously to accept an invitation from the Brazilian delegation to hold the Third Inter-American Conference in São Paulo.

Mark Your Calendar Now

The executive committee, on November 30, approved the dates of April 28-May 1 for the 1952 Spring meeting of Council. It will be held at The Greenbrier, White Sulphur Springs, W. Va.

The 1952 annual meeting, as previously announced, is scheduled for October 6-9 at Hotel Shamrock, Houston, Texas.

Ten per cent more CPAs were members of their state societies on August 31, 1951, than in the preceding year, according to figures compiled by the Institute. Sixty-one per cent of all CPAs were members of their state societies, compared with 59.5 per cent in August, 1950.

Twelve per cent more CPAs were members of the American Institute in August, 1951, than in August, 1950. Forty-three per cent of all CPAs belong to the Institute this year, compared with 41 per cent a year ago.

Texas has the highest ratio of state society membership to CPAs followed by South Dakota, Rhode Island and Kentucky.

	Estimated Total of CPA's (see note #1)		Resident CPA Members of State Societies		% of Total in State Societies		Members of A.I.A. (see note #2)		% of Total in A.I.A.	
	1950	1951	1950	1951	1950	1951	1950	1951	1950	1951
Alabama	160	173	113	99*	70.6	57.2	104	120	65.0	69.4
Arizona	148	158	91	119	61.5	75.3	78	94	52.7	59.5
Arkansas	135	145	93	110	68.9	75.9	81	99	60.0	68.3
California	3137	3513	1883	2126	60.0	60.5	1443	1581	46.0	45.0
Colorado	307	324	239	254	77.9	78.4	162	176	52.8	54.3
Connecticut	424	482	284	306	67.0	63.5	248	306	58.5	63.5
Delaware	65	74	**	48	**	64.9	41	45	63.1	60.8
District of Columbia..	654	590	287	223	43.9	37.8	313	268	47.9	45.4
Florida	562	624	305	375	54.3	60.1	291	351	51.8	56.3
Georgia	451	488	295	309	65.4	63.3	200	232	44.3	47.5
Idaho	68	74	52	53	76.5	71.6	37	46	54.4	62.2
Illinois	3183	3218	1647	1721	51.7	53.5	1357	1417	42.6	44.0
Indiana	517	484	272	311	52.6	64.3	256	284	49.5	58.7
Iowa	234	251	135	133	57.7	53.0	131	153	56.0	61.0
Kansas	204	222	108	94	52.9	42.3	116	140	56.9	63.1
Kentucky	269	291	215	238	79.9	81.8	193	233	71.7	80.1
Louisiana	501	540	332	353	66.3	65.4	248	276	49.5	51.1
Maine	67	72	26	25	38.8	34.7	21	27	31.3	37.5
Maryland	869	1071	496	527	57.1	49.2	226	305	26.0	28.5
Massachusetts	1148	1210	686	802	59.8	66.3	556	602	48.5	49.8
Michigan	1215	1281	821	916	67.6	71.5	601	704	49.5	55.0
Minnesota	353	386	240	279	68.0	72.3	191	225	54.1	58.3
Mississippi	187	186	125	143	66.8	76.9	95	109	50.8	58.6
Missouri	909	900	657	703	72.3	78.1	553	590	60.8	65.6
Montana	107	115	72	78	67.3	67.8	45	56	42.1	48.7
Nebraska	158	177	96	110	60.6	62.1	68	83	43.0	46.9
Nevada	20	25	13	13	65.0	52.0	13	14	65.0	56.0
New Hampshire	40	39	30	30	75.0	76.9	25	28	62.5	71.8
New Jersey	1487	1796	810	912	54.5	50.8	443	757	29.8	42.1
New Mexico	62	71	38	38	61.3	53.5	41	50	66.1	70.4
New York	10985	11439	5591	5727	50.9	50.1	2840	2860	25.9	25.0
North Carolina	427	462	288	311	67.4	67.3	210	254	49.2	55.0
North Dakota	30	36	24	27	80.0	75.0	17	23	56.7	63.9
Ohio	1367	1478	902	986	66.0	66.7	752	848	55.0	57.4
Oklahoma	393	435	261	302	66.4	69.4	212	249	53.9	57.2
Oregon	429	421	292	314	68.1	74.6	219	229	51.0	54.4
Pennsylvania	2134	2342	1574	1825	73.8	77.9	1079	1192	50.6	50.9
Rhode Island	118	122	99	102	83.9	83.6	81	82	68.6	67.2
South Carolina	102	112	64	76	62.7	67.9	63	77	61.8	68.8
South Dakota	19	19	16	16	84.2	84.2	12	13	63.2	68.4
Tennessee	474	497	274	292	58.0	58.8	228	261	48.1	52.5
Texas	1680	1861	1326	1662	78.9	89.3	892	1051	53.1	56.5
Utah	163	176	113	130	69.3	73.7	93	105	57.1	59.7
Vermont	28	30	16	17	57.1	56.7	14	17	50.0	56.7
Virginia	438	550	243	295	55.5	53.6	226	315	51.6	57.3
Washington	659	875	482	598	73.1	68.3	297	337	45.1	38.5
West Virginia	96	108	63	84	65.6	77.8	61	68	63.5	63.0
Wisconsin	883	946	547	580	61.9	61.3	286	320	32.4	33.8
Wyoming	38	43	27	31	71.5	72.1	18	25	47.4	58.1
U. S. TOTAL	38104	40932	22663***	24828	59.5***	60.7	15783	17697	41.4	43.2
U. S. Territories and Island Possessions..	202	463					85	94	42.1	20.7
Foreign	389	145					75	75	19.3	51.1
GRAND TOTAL.....	38695	41540					15943	17866	41.2	43.0

(1) The figures shown indicate the number of CPAs resident or having a place of business in the state, but not necessarily holders of certificates issued by that state. All CPAs whose mail has been returned are listed at the last known address.

(2) 55 members of the Institute who were not CPAs on August 31, 1950, and 49 members who were not CPAs on August 31, 1951, are not included in the tabulation. International Associates are not listed. There were 63 International Associates on August 31, 1950, and 83 on August 31, 1951.

* As of April 30, 1951

** Information not available

*** Incomplete totals

Applicants Recommended for Admission

The committee on admissions recommends admission of 189 applicants for membership in the Institute—33 who have been accorded credit for having passed examinations acceptable to the committee, and 156 who have passed the uniform examination for the CPA certificate.

The applicants do not become members until voted upon by Council and declared elected by the president. If protest is to be made against any applicant it should reach the Institute on or before January 15, 1952.

ALABAMA

Birmingham: Warren M. Trailkill. **Montgomery:** Harold C. Barton.

ARIZONA

Phoenix: Donald A. Brunell.

ARKANSAS

Fort Smith: Reuben Isaac Pound.

CALIFORNIA

Compton: Richard S. Killen. **Crescent City:** Leland P. Hein. **Fontana:** Oscar T. Holdal. **Fresno:** F. Norris Roberson. **Hollywood:** Stuart P. Norby. **Los Angeles:** David C. Dellis, John W. Firth, Harold Greenspon, Daniel R. Hicken, Don C. Johnson, C. H. Knapp, Fred Moldenhauer. **Edward Francis O'Connor, Irving G. Schachter, Howard J. Schwartz, Bernard Whitney.** **Oakland:** Joseph D. Corcoran, Philip D. Quittman. **San Diego:** Leonard Torres. **San Francisco:** Edward Crossley, Sr., William G. Grohne, Richard F. Tharp. **San Jose:** Russell W. Egan. **San Santa Ana:** Arthur Peterson, Jr.

COLORADO

Denver: Waldo C. Burns, Ralph D. Mintener, Donald M. Winter. **Fort Collins:** Harold C. Greager. **Ordway:** Robert H. Jones.

CONNECTICUT

Hartford: Nathan Freiman. **New Haven:** Marvin Weinberg. **Waterbury:** Gilbert R. Boutin, Ruth Dravitz.

DELAWARE

Dover: William Robert Manter.

DISTRICT OF COLUMBIA

Washington: Robert E. Eide, Herman E. Fisher.

FLORIDA

Fort Lauderdale: W. S. Maurer. **Miami:** Oscar Rockkind, Beth M. Thompson. **Orlando:** Joseph Karl Osburn.

GEORGIA

Atlanta: J. H. Prince.

IDAHO

Coeur d'Alene: LaVerne H. Petersen. **Twin Falls:** Hans Theodore Roth.

ILLINOIS

Arlington Heights: Elmer F. Laurin. **Barrington:** John G. Putta. **Champaign:** Daniel Edward Conley, Jr. **Chicago:** Russell M. Braga, Willmar A. Chulock, Stephen I. Finney, Charles J. Gast, Robert A. Hoffman, Kreele W. Kasserman, Norman N. Lischka, Nathan Pokedoff, Robert F. Poison, Robert Eugene Roy, Louis Samels, Stanley C. Shapiro, J. D. Sigel, Ardale M. Stamm. **Fairfield:** Murrell J. Loy. **Mt. Carmel:** Morris E. Kemper.

INDIANA

Fort Wayne: Vernon J. Adams. **Indianapolis:** George F. Draper, Dean Edward Pinney.

KANSAS

Wichita: Bernard E. Wolkow.

KENTUCKY

Bowling Green: Harry C. Peart, Jr. **Lexington:** Greene A. Settle, Jr., Harold Gene Snider. **Louisville:** John H. Guthrie.

LOUISIANA

Baton Rouge: William E. Swyers.

MAINE

Portland: Stanley G. James, Jr., Joseph Stillman.

MARYLAND

Baltimore: Daniel Paul, Thomas A. Shanley.

MASSACHUSETTS

Boston: Murray L. Alien, Henry F. Bartlett, Clifford D. Castle, Jr., Owen Joseph Cooney, William F. Di Pesa, Stanley Gaffin. **Springfield:** Raymond LeRoy Briggs, Jack Smith.

MICHIGAN

Battle Creek: Louis P. Banach. **Detroit:** John R. Hartley, Lloyd G. Jackson, Karl Lowy, Earl J. Potter, Herman Schonberg, A. C. Sedestrom, Hilbert Sosin, James W. Wright. **East Lansing:** James G. Carter. **Grand Rapids:** John P. O'Connor. **Saginaw:** Shirley J. Brassaw.

MINNESOTA

Duluth: N. A. Stillman. **Minneapolis:** Glen H. Asmus, Bernard Charles Loth, Merle Vernon Stone.

MISSISSIPPI

Corinth: James Holley Moore. **Jackson:** Alvin Word, Jr.

MISSOURI

Kansas City: J. S. Perkins.

NEBRASKA

Omaha: S. E. Perimeter.

NEW JERSEY

New Brunswick: William Ostermiller, Samuel A. Saltiel. **Union City:** Burton Wolfberg.

NEW YORK

Albany: William J. Nusbaum. **Brooklyn:** Bernard Rappaport. **Buffalo:** Alan A. Boyce, Charles C. Jacobsen, Raymond L. Mason. **New York:** Jack Ashley, Harry Berck, Abraham Feder, Eleanor M. Kelley, Allan Kritzer, Allen Leboff, Ansel A. Markowitz, Helen Beatrice Marrin, Robert A. Mulholland, Ralph O. Nebiker, Harold Paganini, Samuel M. Schwartz, Felix Ticineto. **Rochester:** Kenard Wood Webster.

NORTH CAROLINA

Sanford: William A. Neal, Jr.

OHIO

Cleveland: Richard Alan Green, Harvey Mahlig, James W. Ritchie, Albe Louis Shugerman. **Toledo:** Myrtle Geckler.

OKLAHOMA

Tulsa: Ross M. Applebaugh, James H. Conner, Jr., Wayne Williamson.

OREGON

Corvallis: Edison E. Easton. **Eugene:** Thomas Melvin Holt. **Portland:** Virgil E. Libke.

PENNSYLVANIA

Allentown: Albert J. Bova. **Altoona:** Donald R. Lingenfelter. **Harrisburg:** Blain H. Smith. **Philadelphia:** Herbert Baylson, Abraham L. Becker, Martin Coopersmith, Ellis L. Elgart, Meyer Glassberg, Gerald Armon Roomberg, Sumner W. Stevenson. **Pittsburgh:** William George Brown, Merton C. Carr, Paul E. Downs, Paul P. Grodner, Charles N. Holt, Wendell L. Jackley, Andrew Kall, Chester R. Kennedy, Lloyd S. Paczek, Wesley Allen Patch, Jess J. Tope, Ernest William Turnbull, Isadore Verbosky, Robert B. Willison.

TENNESSEE

Jackson: William T. Badgett.

TEXAS

Amarillo: J. R. Sanders. **Dallas:** Charles Crady Davis, Charles Grant Watters. **Houston:** Edwin C. Cass, Eugene Cortner, Stuart Haynsworth, Cecilia Lighter, Francis L. Miles.

UTAH

Ogden: Dee W. Wayment. **Provo:** Frank H. Gardner.

VIRGINIA

Richmond: John G. Walker.

WASHINGTON

Seattle: Ernest R. Stiefel. **Tacoma:** Eathel S. Barger, William R. Gregory. **Yakima:** Elvin E. Bjork, Robert S. Reehling, James S. Warnick.

WEST VIRGINIA

Bluefield: Giles J. Fink, Jr. **Huntington:** Porter S. Wood.

WISCONSIN

Milwaukee: Jerome J. Stempier.

WYOMING

Casper: Donald Tempest.

ALASKA

Ketchikan: George Harold Thorson. **Seward:** Thomas R. Bennett.

15 Accounting Firms Announce Changes

Ariz.—Phoenix: Julius Rubenstein and Martin David, practicing as David and Rubenstein, have moved to their own office building at 1225 East McDowell.

Del.—Wilmington: Edmund H. Smith has moved to 1504 Lancaster Ave.

Fla.—Miami: Weber, Thompson and Lefcourt, 217 Shoreland Building, have admitted Stanley B. Levitch and R. Warren Davis as general partners.

Ind.—Muncie: Alvah C. LaBerteaux and A. O. LaBerteaux have formed a partnership to be conducted under the name of A. O. LaBerteaux, CPA, at 118 South Franklin Street.

Ind.—Terre Haute: Bartram, Boyle & Co., 412-14 Merchants Bank Building, will succeed Ira T. McGlone. Mr. McGlone and his staff will be affiliated with the new firm.

Minn.—Minneapolis: Flesher, Flesher & Flesher, 2315 Foshay Tower, has admitted L. Joseph Flesher, Jr., as a partner.

Miss.—Greenwood: Jack Sutphen has opened an office at 111 Fulton Street.

Miss.—Meridian: Ready, Garrett and Company has admitted Bernard Harford to partnership.

N. Y.—New York City: Apfel & Englander, 347 Madison Avenue, has been reconstituted with the following partners: Jules Englander, Howard J. Apfel, Edwin R. Apfel, Louis Englander, David Edelman, Edward Whinston, Ralph Englander and Bernard Barnett. Abraham J. Briloff has withdrawn from the partnership.

Ore.—Medford: Oliver P. Taylor has opened an office at 221 U. S. National Bank Building.

Ore.—Portland: Burton M. Smith and Frank A. McMenamin, Jr., have formed the partnership of Burton M. Smith & Co., Suite 1117, The Equitable Building.

S. C.—Greenville: John C. Winn has admitted William C. Wright as a partner in his public accounting practice which will be conducted as Winn & Wright, 307-11 Masonic Temple Building.

Texas—El Paso: Joseph P. Garrity and Harry F. Gilluly have formed the partnership of Garrity and Gilluly, 703 N. Kansas Street.

Texas—Fort Worth: Patterson, Leatherwood and Ward and Rodney B. Horton and Company have merged under the name of Horton, Leatherwood and Ward with the home office at 706 Dan Waggoner Building. Other offices are in San Angelo, Del Rio and Snyder.

Utah—Salt Lake City: The Goddard-Abbey Company, Wasatch Oil Building, has changed its name to Goddard, Suni-ville and Griffin.

Beaver, Summersett Die in Plane, Car Crashes

Orlyn M. Beaver (1947 member) of Anchorage, Alaska, senior partner in Beaver and van Seventer, died September 4 in an Alaskan air crash.

Mr. Beaver, 37 was a native of Minnesota and a graduate of the University of Minnesota. Before establishing a public practice in Alaska, in 1948, he had been associated with the Minneapolis office of Peat, Marwick, Mitchell & Co., and with Shannon and Byers of Rochester, Minn.

Lawrence R. Summersett of Fort Wayne, Ind. (1949 member) was killed in an automobile accident on October 15 at the age of 36. He began to practice public accounting in Fort Wayne seven years ago and since December, 1950, had been a partner in Hartman, Cooper & Company. Mr. Summersett, a native of Ohio, received a Bachelor's degree in Education from Ohio University and a Master's degree in Business Administration from Northwestern University.

W. J. Fleig (1937 member), Associate Professor of Accounting at Ohio State University, in Columbus, died November 19 at the age of 43. He had been ill since a major surgical operation in the early summer.

Professor Fleig, a native of Iowa, studied at the University of Missouri and the State University of Iowa. In 1936, he joined the Ohio State faculty after practicing public accounting in Sioux City, Iowa, and St. Louis.

Robert T. Pritchard of Chicago (1935 member), partner in Pritchard and Rasmussen, died October 25 at 64. He was a native of Glasgow, a chartered accountant of Scotland and a CPA of Wisconsin and Illinois.

After Studying at Glasgow University Institute of Accountants and Actuaries and serving a seven-year apprenticeship with a chartered accounting firm. Mr. Pritchard came to the United States in 1911 and was first employed by the Chicago office of Arthur Young & Company.

Edwin A. Wilson of Twin Falls, Idaho (1936 member), died on October 27, the day before his seventieth birthday. He had been a partner in Wilson & Riddle from 1946 until his retirement, early in 1951, and practiced public accounting in Twin Falls for more than 30 years.

Mr. Wilson was a native of Zanesville, Ohio. In the early 1930s, he devised a uniform system of school accounting

adopted by the Idaho State Board of Education.

J. A. D. Parrish of Norfolk, Va., member of the Institute and predecessor organizations since 1913 died November 10 at 69. He had practiced accounting and law in Norfolk for more than 30 years.



Mr. Parrish

Mr. Parrish who was born in Portsmouth, Va., had been a member of the Board of Governors of Virginia Society of Public Accountants and a member of the State Board of Accountancy. In 1910, he received the highest grade in the CPA examination given by the State Board.

Francis A. Wright, Jr., of Kansas City, Mo., a member of the Institute and predecessor organizations since 1910, died November 19 following a five weeks' illness. He was born in Kansas City 68 years ago, studied at New York University, received CPA certificate No. 17 from Mis-

souri in 1909 and was also a CPA of Kansas.

Mr. Wright, who had practiced in Kansas City since 1905, was associated with Francis A. Wright & Co., successor to a public accounting firm established by his father in 1895. He belonged to Kansas City Chamber of Commerce and the Society of Friends, and had been treasurer of Kansas City Museum.

Reynold E. Blight of Los Angeles, Calif., president of Pierce Insurance Company, co-founder and former partner of the CPA firm of Blight & Wheeler, and a member of the Institute and predecessor organizations since 1913, died September 4 at the age of 72.

Mr. Blight, a native of England, had lived in the United States about 55 years. He had been vice president of California State Board of Accountancy, president of California CPA Society's Los Angeles Chapter, a member of Los Angeles Board of Education and Board of Library Commissioners, and a lay minister of the Episcopal Church. In 1928, he became California's first Franchise Tax Commissioner.

Do You Want These Publications?

To cut expenses, Institute publications listed below will be sent only to members who request them. If you did not return the form sent to the entire membership, asking for the same information, please check the items you want to receive, clip out this form and send it to the Institute.

Please send me the publications checked below:

Annual Meeting Papers

- ☐ 1. Financial Information Needed to do Business in Today's Mobilization Economy
- ☐ 2. Tax Problems Being Met in Today's Mobilization Economy
- ☐ 3. Five Special Areas of the Auditor's Responsibility
- ☐ 4. Public Relations for the Accounting Profession
- ☐ Legislative Control of the Accounting Profession
- ☐ Reports to Council (by officers and committees)
- ☐ List of Officers, Council and Committees for fiscal year 1951-1952
- ☐ By-Laws and Rules of Professional Conduct of the Institute

Name

Address

City State

(PLEASE PRINT)

St. Louis Hails Charles as Educational Leader

William Charles of St. Louis, Mo., recently received the 1951 St. Louis Award in recognition of his services as chairman of the Citizens Advisory Committee of the Board of Education and chairman of the Citizens School Improvement Committee.

At the presentation ceremony Mayor Joseph M. Darst stated that the award, provided annually by an anonymous citizen, represents "the highest homage the community can bestow for outstanding and unselfish civic contribution." A few weeks earlier, the Mayor had appointed Mr. Charles to complete the unexpired term of a deceased member of the Board of Education ending in 1953.

Mr. Charles, who retired from public practice in 1947 after 13 years as partner in charge of the St. Louis office of Price, Waterhouse & Co., if executive director of the St. Louis Heart Association.



William Charles (R) receives the 1951 St. Louis Award from Dr. Llewellyn Sale, member of the Award Committee. Mayor Joseph M. Darst of St. Louis looks on.

Voters Elect Three Accountants

AIA members recently elected to public office in their communities include Robert O. Berger, Jr., trustee of the village of Northfield, Ill.; Robert L. Miller, school director in Lebanon, Pa.; Dwight C. Swanson, councilman of Florham Park, N. J.

Five Address Management Society

At the American Management Association's Finance Conference, November 29-30, H. T. McAnly of New York City spoke on uniformity in in-

ventory pricing. Alvin R. Jennings of New York analyzed criteria of good financial management from an accountant's viewpoint. Maurice E. Peloubet and Peter Guy Evans of New York, and James J. Mahon, Jr. of Philadelphia were discussion leaders.

Harold R. Price, Chicago, was general chairman of the fourth annual international systems meeting conducted by the Systems and Procedures Association of America, October 10-12.

Harold C. Stott of Philadelphia was a speaker on the program.

Farrand Heads Advertising Group

George N. Farrand of New York City, former AIA research assistant, has been elected president of the Advertising Agency Financial Management Group, composed of financial executives of 37 advertising agencies. The organization is affiliated with the New York Credit and Financial Management Association.

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